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SUPERIOR COURT OF NEW JERSEY LAW DIVISION: CIVIL PART

ATLANTIC COUNTY

DOCKET NO.: ATL-L-2648-15 A.D. #

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IN RE: JOHNSON AND JOHNSON)
TALCUM-BASED POWDER)

TRANSCRIPT OF HEARING

PRODUCTS LITIGATION

Place: Atlantic County Civil Crt.

1201 Bacharach Blvd. Atlantic City, NJ 08401

Date: March 25, 2024

AFTERNOON SESSION

BEFORE:

HONORABLE JOHN C. PORTO, J.S.C. AND RUKHSANAH L. SINGH, U.S.M.J.

TRANSCRIPT ORDERED BY:

JEFFREY M. POLLOCK, ESQ., (Fox Rothschild)

APPEARANCES:

JEFFREY M. POLLOCK, ESQ., MICHAEL SABO, ESQ. (Fox Rothschild) Attorney for Birchfield

STEVEN BRODY, ESQ., Attorney for Johnson & Johnson, LTL

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RICHARD M. GOLOMB, ESQ., (Golomb Law) Attorney for Plaintiff

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Attorneys for Mr. Conlon

Case 3:16-md-02738-MAS-RLS		Document 32153-2 PageID: 181992		Filed 05/08/	24 Page 3 of 126
	WITNESSES FOR JOHNSON & JOHNSON:	<u>I N</u> Direct	D E X Cross	Redirect	<u>Recross</u>
	Erik Haas James Murdica	44	3 78	25 111	115

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Haas -	Cross

3 (Hearing continued at 1:50 p.m.) 1 2 THE COURT: Thank you, please be seated. 3 will continue all counsel is present. Mr. Haas, you're 4 still under oath. Mr. Pollock. 5 CROSS EXAMINATION CONTINUES BY MR. POLLOCK: 6 Q Mr. Haas, if you could go to the binder to 7 exhibit two, that would be wonderful. Let me know when 8 you're there. 9 Α I am there. 10 Yes, sir. So, in exhibit two, it's an email 11 from Jim Conlan to you. Correct? 12 That is correct. Α 13 And he -- that document is dated August 23, 14 2022. Correct? 15 That is correct. Α 16 And it says in the second paragraph, I am among those who think the likelihood of a planned 17 18 confirmation injunction, skipping the part in the Texas Step Case has gone from low to essentially nonexistent. 19 20 Do you see that portion? 21 Α Yes, I see that. And there's nothing in there that reflects 22 0 23 that that communication originated from or was shared 24 from Mr. Birchfield (phonetic). Correct?

No, that's exactly what I testified on direct that

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Mr. Conlan concealed from and did not disclose to us that he had been having conversation with Beasley Allen as early as April 2023 regarding alternatives to resolve the Talc litigation and was engaged in discussions on proposals to submit to the media news.

Q Fair enough. But there's nothing in this document that demonstrates in any way that Mr. Conlan and Mr. Birchfield were discussing whether the LTL Texas Two Step was a good idea?

A That's again, that's exactly what I testified on direct that we had no disclosure whatsoever from Mr. Conlan or Mr. Birchfield regarding their alliance and the fact that they were working together without our knowledge, consent, or waiver.

Q So, if Mr. Conlan has switched tasks, he went to Legacy after he left Faegre. Correct?

A He did go to Legacy after he left Faegre Drinker. When you say he switched tasks, he's now in a different role. He opened up a business where he's purporting to go out and pitch the Legacy structured optimization model as I understand it.

Q I couldn't say it better myself. So, he goes from being a lawyer at Faegre to being a businessman at a company that he formed called Legacy. Right?

A Right. And when --

Excellent. So, when he's at -- and in that 1 Q 2 role he's not serving as legal counsel for any of 3 Beasley Allen's clients. Is he? 4 I cannot opine on that one way or the other. 5 Q Let me try it this way. You have not facts, 6 whatsoever, to support that he was representing Beasley 7 Allen's clients. Right? In a legal capacity, again, I can't opine on that 8 Α 9 one way or the other. I can opine that he is -- or I 10 can state factually that he is addressing the same matters and the same issues that he addressed when he 11 12 was our counsel. 13 But, I'm asking not about what -- your 14 opinion is it's the same subject matter. I disagree, 15 because neither one of us have facts in front of us 16 that they are the same subject matter. But I am going 17 to put that aside. I would ask you to do the same. 18 Α I disagree with that 19 I'm asking simply about --20 -- position, so I am not going to put that aside. Α 21 Mr. Haas, I'm asking about the role that he Q 22 played once he went to Legacy, was he representing a 23 client?

I object. That's been asked and

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Again --

MR. BRODY:

answered, I think on two previous times now.

THE COURT: Mr. Pollock, are you suggesting re-asking the question that you did not get a satisfactory answer to your question?

MR. POLLOCK: Well the only reason is I'm asking a pretty basic question, and I'm getting a lot of, it must be, or it could be, or therefore. If you think the answer is already in the record, Your Honor, I do not want to waste your time.

THE COURT: I think I cutoff Mr. Haas, so want do you pose that question again and we'll hear Mr. Haas's testimony.

BY MR. POLLOCK:

- Q When Mr. Conlan switched from being at Faegre to Legacy Solution, isn't it true he did not have a client in the LTL litigation?
- A If I'm understanding your question, Mr. Conlan stopped representing LTL as a current representation in March 2022, that didn't put an end to his ethical obligations to LTL or J&J which are continuing. So, in that respect he did have a client.
- Q Let me try it this way. A lawyer who represents a client in New Jersey has to have an IOLTA account. They have to have an account that is required by the Rules of Professional Conduct. When Mr. Conlan

switches from being a Faegre lawyer to being a business guy at Legacy, isn't it true as a Legacy guy, no longer a Faegre guy, he no longer has to have an IOLTA account because he does not have a client in New Jersey?

A Again, I wouldn't have the foundation to say what account he has. I can — the question again is whether or not he has ongoing obligations to LTL and J&J as his client, the answer is yes.

I can't -- sir, I can't sit here and tell you whether Mr. Conlan kept his account up to date.

MR. POLLOCK: Your Honor, I'm not asking whether he had an ongoing duty of confidentiality, which is what Judge Singh asked me about before. I've conceded that he does. I am asking whether he has a client, because that is -- you have accused my client of violating RPCs. And the RPCs require that Mr. Conlan have a client at the time he's at Legacy.

So, I'm asking the simple question, do you have any evidence $\ensuremath{\text{--}}$

THE WITNESS: I gave you that simple answer to that very question, because you're asking my view on whether he has a client. And my answer is yes he does, because he has an ongoing obligation to LTL and J&J.

I've answered that three times, sir.

Q Excellent. So it's your view?

is an email from James Conlan to Dwayne VanArsdale,

lead counsel for the OC claimants, including Andy

Doug Dachille and I are prepared to meet with you.

is, or what's being suggested to J&J. Does it?

Doug Dachille, and to you and to Andrew White.

Excellent. Exhibit four, October 18th, this

That document says, Legacy has the support of

And it goes on and says, Andy Birchfield,

But it doesn't say what the Legacy proposal

I disagree. He starts the paragraph by saying,

thank you for our efforts to evaluate our proposal, to

further enhance our solution. So this email is written

I'm at exhibit four, sir.

Birchfield. Do you see that?

That is correct.

I do, sir.

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you're ready.

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Correct?

Yes.

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Correct?

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in terms of an enhancement of the proposal that he has provided and it's conveying that purportedly for the first time he's now going out and obtained the support of Andy Birchfield, when in fact what was undisclosed and concealed was that he had been working with Mr. Birchfield since April of 2023. So I disagree with you. So, there is a proposal attached to this? I Q asked you whether there was a proposal here. You said there was no proposal. You didn't ask me whether there was a proposal attached. Q Fine. Is there a proposal attached to this document? That's a different question. There is not a Α proposal attached to this email. Excellent. But there is on November 7th of -- exhibit seven, I apologize, November 9, 2023, Plenary Hearing 62. Let me know when you're there. I'm at exhibit seven. Α Correct. So, that has a proposal from Legacy. Right? It has a settlement matrix. Α No. Okay. It has a settlement matrix. also a lot of discussion about how Legacy would purport

to transfer the liabilities from J&J to Legacy. Right?

A And there was this -- and if you're talking in terms of proposal, there likewise was in connection with the first meeting a deck that was provided.

Q Okay.

A So, if there's a distinction that you're trying to draw between a proposal, sir, I'm just not understanding that distinction if you're trying to make one.

Q I'm not that smart. All I'm asking is on exhibit four, we've agreed there's no proposal attached. On exhibit seven, this document has a matrix and it has a series of colloquy, right, a discussion regarding what Legacy would propose to do. Can we agree on that?

A Yes, we can agree on that.

Q Excellent. And that Mr. Birchfield is not part of -- he's not referred to as the CEC, it's not his proposal. There's nothing there that he proposes. Right?

A If your position is that when they're referring to the leadership counsel on the -- both the federal MDL and state court cases, if your suggestion is that doesn't refer to Mr. Birchfield, I would disagree because that's the same language that was utilized in the previous example, exhibit that we just looked at

11 Haas - Cross 1 that referred to Mr. Birchfield as that person. 2 Q Okay. 3 So, I disagree with that proposal -- with that 4 position. 5 Q So, let me clean this up. Exhibit four, 6 there's no proposal attached. We've agreed on that. 7 So we can agree that Mr. Birchfield did not make a proposal on exhibit four. Right? 8 I disagree, sir. I disagree with that for the 9 Α 10 reason previously stated, which was there was a proposal in the email, the previous one references a 11 12 proposal. So, I disagree with your proposition there. Great. Where in exhibit four does it say 13 14 proposal? Show it to me please? 15 The very first sentence, I just read it. Α 16 0 Thank for your efforts to evaluate our 17 proposal. Who is our --18 Right. Α 19 But is there a proposal attached? 20 He's referring back to the previously made 21 proposal, which is -- was provided in a PowerPoint 22 format. So, I disagree sir. 23 Okay. But you don't have the proposal here 24 today. You've not produced it in this record. Right?

Are you saying what -- are you saying it's in the

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binder here today?

Q You -- there is no -- I thought we had agreed, apparently not, that in exhibit four there is no proposal attached?

A Now, you're asking me a different question, sir.

I'm not trying to be difficult. You're saying whether

-- you first asked me whether it references a proposal.

It does. It says effort our proposal. Then you

acknowledge that's in the first sentence. Now, you're

asking whether it was attached. We previously agreed,

I did not dispute that there was not a proposal.

- Q Excellent. What is the proposal? What is the proposal, on exhibit four what was that proposal?

 A It was the proposal that Mr. Conlan presented on September 11th.
- Q Excellent. And Mr. Conlan prepared the exhibit seven, November 9 proposal. Right?

A Again, I disagree with your proposition because in-between the 11th of September and November 9th, Mr. Conlan disclosed for the first time that Mr. Birchfield is working with him, and he purports in exhibit four to say, oh I'm going to address the issue you asked in the September 11th meeting which is what was the dollar amount that you're purporting to say would be sufficient for a divisional merger to be effective. He

says, now I've got that because I've got Andy
Birchfield. So, he's saying he went out and
supplemented it, or in his words to further enhanced
it, but what he actually did is to be working on that
same thing without telling us since April. Then you go
to the 7th, and he uses the same language to refer to
Legacy's principle -- the support he would have from
the leadership counsel on both the federal MDL and
state court cases.

So, I disagree with your proposition that Mr.

Birchfield is not referenced in there. That's the

continuity. It was the September 11th presentation to

the April 18th supplement and disclosure for the first

time of Mr. Birchfield's role to the November 9th

presentation where he circumvented me, so that he could

go directly to the board of directors with a

proposition that now includes the proposal that Mr.

Birchfield had and that he also had represented at the

Mass Tort's Made Perfect on I believe it was October

12th.

Q On September -- exhibit six, November 5, can you show me where in this document it says this is a proposal or anything that was recommended by Andy Birchfield or Beasley Allen?

A Exhibit six?

to Mr. Birchfield, yes, it is. Because not only is the

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language the same, not only does it follow on the heels of the October 18th correspondence, first time introducing Mr. Birchfield as further enhancing the proposal with an amount, but it's also consistent with the amounts that Mr. Birchfield was saying at the October 17th Mass Tort's Made Perfect Seminar.

- Q Move on briefly to Exhibit three, please.

 Tell me when you're ready.
- A I'm on exhibit three, sir. Thank you.
- Q So, this is a J&J earnings call for the quarter three 2023. When these calls take place, do you participate in the entire call?
- A There is no set position for these calls for a litigation update. So, depending upon the circumstances and depending upon the questions, perhaps, that we get in advance of an earnings call, I may or may not participate. I believe because of the July 28th, 2023 dismissal we had received some inquiries, and so for that reason we scheduled the time for me to give, I think, a pre-statement and then an oral statement.
- Q Do you make every effort at J&J to be accurate in your quarterly calls?
- A I do, sir, thank you.
- 25 Q Excellent. If you can go to Plenary Hearing

16 Haas - Cross This is a statement from Joseph Wolk, W-O-L-K, 1 10. 2 bottom of the page. Let me know when you're ready. 3 He says last sentence, "Due to higher 4 interest rates earned our earnings are now expected 5 interest income in the range of \$300 million to \$400 6 million." Do you see that? 7 Sir, no I don't see it. The bottom of the page looking across the 8 0 9 P&L, adjusted pre-tax operating margin is still 10 expected to improve by approximately 50 basis points 11 versus prior year, driven by stronger margin profile 12 and business mix. Net other income is also being 13 maintained ranging from \$1.7 billion to \$1.9 billion. 14 Due to higher interest rates earned on cash, now it's 15 expected an interest income in the range of \$300 16 million to \$400 million. 17 Do you see that? 18 Α I see the text that you're referring to. You see it? 19 0 20 Α I see it. 21 Do you believe it's accurate?

Do you believe it's accurate?

I believe that Mr. Wolk is making an accurate

statement. I don't know what context you're trying to

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(no response).

put it in, because it is not in anyway related to or inconsistent with my prior testimony.

Q Fair enough. If you go to page Plenary
Hearing 14, this is Erik Haas, Worldwide Vice President
of Litigation at J&J, which is you, I assume. If we
can go to the top right-hand side there on page 14.
You talk about a four-prong strategy, I believe it is.
A Yes.

Q And the second prong is consensual resolution. Consensual resolution, you mentioned again in the second full paragraph in terms of timing on the second prong, the consensual resolution. And then you refer to it again in the next paragraph, it says third, while those negotiations are proceeding.

Do you see the section, the words I'm referring to, consensual resolution, consensual resolution and describing those as negotiations?

A Yes.

Q So, isn't it true that one of the things that you were attempting to do was to encourage the world to come and negotiate with J&J to try and resolve the claims against it for the talc?

A I don't think I would put it that way. I think what I was doing was as consistent with what was disclosed and is in the record in the bankruptcy court,

we were working on a resolution plan that had the support of the counsel representing the vast majority of the claimants and we were further refining that plan consistent with Judge Kaplan's recommendation in his July 28th, 2023 Opinion, where he explicitly urged and recommended us to continue to do so, because we had made, in his words, remarkable success in proceeding to a consensual resolution and what we were endeavoring to do is to continue down that path through a proposed bankruptcy.

I can get into more detail if you would like, but what effectively the plan is involving is bringing more claimants and counsel for claimants voluntarily into the deal, and determining whether and to what extent we should let others passthrough that do not want to participate because in the end we want a consensual deal. We do not want to go back to a circumstance, we have a situation where we have a lot of objectors. We didn't think we were going to get them the last time because of the majority had voted in favor of it. But that is the goal. The goal is to obtain finality for both future and current claimants in a fair and equitable resolution. So, that's what I was referring to. It flows exactly from what was done in the bankruptcy, but Judge Kaplan recognized and the

laudable goals that we were seeking to achieve.

Q So you were willing to negotiate within the bankruptcy context only. Is that right?

A Sir, that is demonstratively false based upon the record in this case and the record in the bankruptcy case. There is evidence demonstrating that we were negotiating with Mr. Birchfield as early as Fall of 2020, where he was seeking \$3.25 billion for an ovarian only deal. We negotiated in the Spring of 2021, again with Mr. Birchfield, the TCC in Imerys (phonetic), the FCR, we were told we had a deal done by the TCC in Imerys for \$4.2 billion, in the end they weren't able to deliver on that.

We negotiate in the bankruptcy case for the \$8.9 billion resolutions. Again, we were told by the mediators in that deal that is now a matter of record that the TCC including Mr. Birchfield were in favor of that and at the last minute they backed out. So, that is demonstratively untrue. We have negotiated outside the bankruptcy. We have negotiated inside the bankruptcy. We've negotiated settlements where appropriate. We are endeavoring to do the best to get a comprehensive and final resolution that is in the best interest of all claimants so that we can put this matter behind us, so we can stop wasting money on

attorney's fees that can otherwise be spent to saving 1 2 people's lives. 3 Excellent. With regard to the \$3.25 billion 4 and the \$4.2 billion, I think those are the right 5 numbers, is that right, 3.25 and 4.2 billion you 6 mentioned? 7 Yes, sir. Excellent. Do you have a single email to 8 confirm those? 9 To confirm? 10 That either number was the number that Mr. 11 12 Birchfield ever agreed to? 13 Yes, they're in the record in the bankruptcy. 14 So, you have emails from Andy Birchfield 15 saying that he agreed to accept \$3.25 or \$4.2 billion? 16 I examined Mr. Birchfield with respect to those at 17 his deposition. So, I --18 MR. POLLOCK: Your Honor, I want an answer to my question. I'm tired of --19 20 I'm trying to --21 MR. POLLOCK: I want an answer to my 22 question. 23 MR. BRODY: Mr. Haas is trying to answer the 24 question.

THE COURT: I'm going to let Mr. Haas answer

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the question. And then Mr. Pollock, you tell me if that was responsive to your question.

MR. POLLOCK: I asked if there's an email.

A You're focusing on email, what I was trying to explain before you interrupted me, sir, is if you look at Mr. Birchfield's deposition, you will see the documentation that supports the very proposition that I stated. It's in the record. So you can look at it and you can decide whether or not it supports it or not.

But there's documents -- the very agreement itself has Mr. Birchfield all over it. It says Mr. Birchfield and Beasley Allen. It's all in that document. So, look at the exhibits. I refer you to the exhibits. Okay.

Q I did read the transcript and I've read the exhibits. If you believed that you had a deal, why didn't you move to enforce the next day?

A Which deal ware you talking about?

Q If you really believed you had a deal for \$4.2 billion with Andy Birchfield, listen to my question please for once. If you believed you had a deal for \$4.2 billion and that was the deal, I got this done, why didn't you move to enforce immediately?

A Let me explain exactly what happens here. Let me explain. The TCC in --

MR. POLLOCK: Your Honor, this is exactly why I don't want a narrative answer. I want an answer to my question.

THE COURT: Mr. Haas, why would you not have gone and enforce the settlement?

THE WITNESS: Because he's misconstruing what I said. What I said is in the bankruptcy — in respect to the \$4.2 billion settlement, the Tort Claimant's Committee Steve Barron and the other members of the TCC represented to us that the deal was done, which subsequently they came back and told, after they told us the deal was done, they said they couldn't deliver it because the FCR wasn't participating. So, that is why we never ended up getting a final signed document, which you need to enforce it. What we had was the representation that the deal was done.

The same thing with the \$8.9 billion, we had the representation that the deal was done on Sunday night, and then on a Thursday, we received the statement that it had been retracted. So, if I had an enforceable deal, yes sir, of course I would enforce it. If they had --

BY MR. POLLOCK:

Q But you didn't enforce it. Correct? You did not enforce it?

A Please don't interrupt me. If I had --

Q No, sir, to be honest with you, there's a process here. The process is not that you get -- this is not the Erik Haas show. You get to answer questions when I ask them. Your counsel can object. But the fact is this is not the time -- this is not the time for you, Erik Haas, to deliberate on the law. I'm frankly entitled to an answer.

MR. BRODY: Your Honor, if --

THE COURT: Mr. Haas did provide an answer to your question. So, your second question was with regard to, so you didn't proceed with a motion to enforce?

MR. POLLOCK: Correct.

MR. BRODY: And Your Honor, Mr. Haas was answering the question and I would ask that if Mr. Pollock has an objection he direct the objection to the Court so that the Court can rule on it and not tell Mr. Haas what he can or can't say. Mr. Haas is trying to answer his questions.

You know, I've let this line of questioning go but it seems we're --

THE COURT: I think everybody knows what the order is. We're getting some latitude here. I want to move things along. But Mr. Pollock, your question to

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Mr. Haas is, so you didn't move to enforce the 1 2 settlement? 3 MR. POLLOCK: Correct, that was all I asked. 4 THE COURT: And I think the answer was yes, 5 he did not move to --6 MR. POLLOCK: Excellent, I'm prepared to move 7 on, Judge. THE COURT: Mr. Haas, I'm not taking 8 9 anybody's position or substituting myself. I'm just 10 trying to move things along as to what the Court's 11 hearing. 12 MR. POLLOCK: Understood and I appreciate 13 Your Honor. Your Honor, I have no further questions at 14 this time. 15 THE COURT: Thank you. Redirect? 16 MR. BRODY: Yes. 17 THE COURT: Oh wait. Judge Singh, do you 18 have any questions for Mr. Haas? I don't have any 19 questions. 20 MR. BRODY: I do have some redirect, Your 21 Honor, and I'll try to be brief and I want to try to focus us back on the issues that we believe are 22 23 important to the disqualification question before the 24 Court. 25 REDIRECT EXAMINATION BY MR. BRODY:

Q The first thing I want to ask you, Mr. Haas, your testimony about the kinds of issues and privilege and confidential communications that Mr. Conlan was privied to, exposed to, a part of while he was outside counsel for Johnson & Johnson is that based on your personal knowledge?

A Yes, sir.

Q And how did you acquire that personal knowledge?

A Through group calls, through individual calls from Mr. Conlan, through individual emails with Mr. Conlan, going out to dinner, going out to lunch with Mr. Conlan. Group calls where we had deliberations among the entire outside counsel group.

So, it was one interaction after the other throughout for the entire time that he was retained by Johnson & Johnson. He was an integral part of our outside counsel group that worked with our internal counsel group to develop and implement the strategies for both the litigation, adjudication, and a resolution of the talc claims.

Q And you've talked about the outside counsel team. But did you have one-on-one direct communications with Mr. Conlan about privileged and confidential strategic considerations related to the

litigation pending her and in the MDL?

A I had many one-on-one conversations with him and in addition he prepared memorandum that he directed solely to me to provide his commentary on other counsel's positions, not just with respect to structural optimization but with all aspects of the litigation to express his particular views and take some of those issues.

MR. POLLOCK: Your Honor, motion to strike under the best evidence rule again. I mean, I've asked for any of those documents. There's not here. He's testifying now directly about memorandum, the first time I've heard about it, even though I've asked on direct and on cross — direct and cross, this is the first time I'm hearing this memorandum. I move to strike under the best evidence rule. It's not here.

THE COURT: Well with regard to the testimony, I think under our scenario here, I can have that considered as part of the weight of the evidence, if there's no evidence with regard to the testimony, so.

MR. POLLOCK: Agreed.

BY MR. BRODY:

Q Mr. Haas, let me just ask you, so these -- you know, memos that were prepared by Mr. Conlan for

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you, and for you and the in-house J&J team alone, did you then have discussions with Mr. Conlan, and again, because the privilege concerns, without getting into the substance, did you have discussions with Mr. Conlan about the strategies that were discussed in those memorandum?

I did. I had many discussions with him about I, at the time, played great heed to his views. They influenced our strategic thinking vis-a-vis the other counsel, vis-a-vis our -- the amounts, the timing, how we would go about approaching our counterparties, in which forum, in which structure. So, yes they did.

- Did you also have one-on-one discussions with Mr. Conlan about resolutions that the company was seeking to negotiate through the Imerys bankruptcy? Α Yes.
- Why were you having those one-on-one conversations with Mr. Conlan?
- Because as I indicated on my direct, consistent with what is in the record about his own view of his expertise, Mr. Conlan held himself out as a preeminent expert in bankruptcy law and the resolution in Mass Tort's Liability.
 - During the Imerys bankruptcy was Mr. Conlan

negotiating on J&J's behalf directly with counsel for 1 2 the TCC? 3 Α Yes, he was. 4 Was he directing -- was he negotiating, 5 excuse me, on J&J's behalf directly with the future 6 claimants' representative? 7 Yes, future claimants' representative counsel, 8 yes. 9 MR. POLLOCK: Can we just get clarification 10 is that Imerys or LTL? 11 MR. BRODY: The question was about the 12 Imerys bankruptcy. 13 MR. POLLOCK: Imerys, okay, thank you. 14 And did you have discussions with him during Q 15 that time period about J&J's negotiating strategy? 16 Α Yes, I did. By the way, to the question, he also had the same discussions and conveyed the same issues 17 18 with the respect to the LTL FCR. Okay. That's the FCR and the LTL bankruptcy? 19 Q 20 Yes, future claims representative. Α 21 Okay. Were those discussions, again without Q 22 revealing any of the substance of J&J's negotiating 23 strategy, but were those discussions about Johnson & 24 Johnson's negotiating strategy, in your view, germane 25 to the issues that Johnson & Johnson was attempting to

dismissed.

negotiate in the LTL bankruptcy in the summer of 2023?

A Yes. Just again, those issues were germane to the entire time frame from 2020 when I started to today.

Again, when we were in bankruptcy because of the automatic stay, everything else was frozen and much of the time in the automatic -- and we were in bankruptcy we were fighting the motion to dismiss twice. The first time we prevailed the second time it was

And as a consequence there has been little progression forward with respect to those issues. So, we're effectively still struggling and dealing with how to come up with a comprehensive and final resolution for the talc claims. So, the same issues were applicable then as now, and the conversations we had shed light on our thinking with respect to strategically what, when, why, how we would engage in that process.

- Q I take it those are not the kinds of strategic discussions and considerations you would ever share with your opposing counsel?
- A Absolutely not, for the reasons I've stated previously, fundamentally undermines the adversarial process.
- 25 O If you can turn to exhibit four in the

binder, Mr. Haas.

- A Yes, I'm there.
- Q There was a suggestion that somehow there's not a proposal associated with this email of October 18th. If you can turn to the second page of that document. Do you see there's a -- the October 18th email is replying to an email of September 28th from Douglas Dachille. Do you see that?
- A I do.
 - Q And does the September 28th email from Douglas Dachille set out the proposal?
 - A Yes, it summarizes the proposal that in fact was discussed as I testified in the September 11th meeting. So, we had the September 11th meeting. You can look down this series of email change to bring it back to August 21st when it was first solicited.

So, Douglas Dachille reached out to a contact, through our treasurer. Our treasurer responded, copied us. We set up the September 11th meeting where the proposal was presented. Doug Dachille responds on September 28th with respect to that proposal. Then on the 18th Mr. Conlan purports to say that for the time he's enhancing that proposal with input from Mr. Birchfield, but it's the same proposal. That's why when I was responding to Mr. Pollock's questions I was

referring to the first sentence that said proposal. It's all the same proposal.

Q But, as you've explained, I take it, the only thing that was new or the things that were new in the October 18th email were the mention of a settlement matrix, and the explanation that had already been shared with Mr. Birchfield and he supported it and Mr. Birchfield was ready to come in with Mr. Conlan to talk about the matrix?

A That's correct.

Q All right. You were asked some questions about whether Mr. Conlan is now a businessman and no longer a lawyer. You were also asked some questions about Rule 1.9 of the Rules of Professional Conduct. Rule 1.9(c) provides that a lawyer who has formerly represented a client in a matter shall not thereafter use information relating to the representation to the disadvantage of the former client, or reveal information relating to the representation.

Is -- since you were asked, in your view, has Mr. Conlan violated that?

A Yes, and I believe I did testify to that in response to Mr. Pollock's question, because as a lawyer your responsibilities do not end when that representation ends. You have a continuing ongoing

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Yes.

obligation. That is an explicit provision of the rule.

Q To put it differently, once you have represented a client in a matter, even if you leave the practice of law you can't switch sides. Right?

A In the way -- the vernacular that I used, once you have the client, you always have the client. Because that entity, in this case, Johnson & Johnson was and is Mr. Conlan's clients with respect to his duties and his ethical obligations.

Q You were also asked a number of questions about well, is this notebook or are these all the communications between Mr. Conlan and Mr. Birchfield. Do you recall those questions?

Q Did -- when was it that you first came to learn of the existence of extensive written communications directly between Mr. Conlan and Mr. Birchfield beginning in April of last year?

A As I testified, it was a couple of weeks ago when I first saw what Mr. Birchfield and the PSC had submitted into the federal court in the MDL with the privilege log where they disclosed myriad communication after communication by, between, and with Mr. Conlan, Beasley Allen and specifically with Mr. Birchfield,

prior to ever asking us for our consent, requesting a

waiver, or even disclosing the existence of those 1 2 communications. 3 To this day, have they asked you for a 4 waiver? 5 Α Never. 6 Did Mr. Birchfield ever reach out to you to 7 say that he had been approached by Mr. Conlan? 8 Α Never. 9 Anyone from Beasley Allen? 10 Α Never. 11 Anyone from the PSC? Q 12 Α Never. 13 In your position as the worldwide head of 14 litigation for Johnson & Johnson, to your knowledge did 15 they approach anyone on the in-house or the outside 16 counsel team to disclose that before you got the email from Mr. Conlan on October 18th? 17 No, they didn't. There's only one person in 18 Α Johnson & Johnson authorized to give the waivers, 19 20 that's me. And more broadly, did they ever -- to your 21 22 knowledge, as worldwide head of litigation, did anyone 23 even disclose prior to that date that Mr. Conlan was working with Mr. Birchfield and other members of the 24

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Beasley Allen firm?

Q Mr. Haas, do you recall being asked questions about whether you had any evidence that Mr. Birchfield and Mr. Conlan had formed an alliance?

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PageID: 182025 Haas - Redirect

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A Yes.

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2 Q All right.

3 MR. BRODY: If I may approach, Your Honor?

4 THE COURT: With what?

MR. BRODY: With a copy of the order.

THE COURT: Would you share it with Mr.

Pollock?

8 MR. POLLOCK: I object to this entire thing.

9 If you look at exhibit 16, which is Andy's

10 certification of January 29, paragraph 23, he addresses

11 directly that he had communications with Mr. Conlan.

12 He isn't hiding it. And Mr. Haas is saying oh, I just

learned about it two weeks ago. That's not true. The

14 | fact is they knew about this as of January 29. Now

15 | suddenly we're going to try to expand the record. I

16 | have no opportunity, unless I'm going to start cross

17 | examining the special master who is here in the room,

18 I'm going to start questioning everybody on the

19 documents. I have no clue where this came from, what

20 | the validity of it is, or why it's relevant here today.

21 Mr. Brody gave his word to Judge Singh and to

22 you, the record is closed, we're done. So, I

vehemently object to suddenly now opening the record

up, because what's going to be the end point.

25 THE COURT: Well I did sustain your

objection, Mr. Pollock. But I did offer Mr. Brody an 1 2 opportunity to proffer what's that for. 3 MR. POLLOCK: Understood, Your Honor. 4 THE COURT: That's the Special Master's 5 decision. 6 MR. POLLOCK: Judge, this is your courtroom, 7 or Your Honor's courtroom, I'm trying to figure out how the linguistics of that work. Whatever you decide is 8 fine with me, but I had to state the objection. 9 10 THE COURT: Certainly. 11 MR. BRODY: So, since it was (indiscernible) 12 Mr. Haas, if you would --13 THE COURT: What's the proffer, Mr. Brody 14 with respect to the Special Master's --15 MR. BRODY: Well, if I may approach, first so 16 that he has a copy. 17 THE COURT: Well I want to hear what your proffer is first. 18 MR. BRODY: Sure, that the -- that the 19 20 special master's decision describing the substance of 21 those documents after his in-camera review supports the existence of an alliance between the two. And it goes 22 23 directly to the point that Mr. Pollock was trying to make on cross examination that there is no evidence 24 that Mr. Haas has seen of an alliance between the two. 25

It goes directly to that.

THE COURT: How does that then differ from what Mr. Birchfield was saying, I had communications with Mr. Conlan?

MR. BRODY: Because the only thing that Mr. Birchfield said in his declaration was to the best of my knowledge, I met Mr. Conlan for the first time on May 2nd, 2023. There is no additional information, no disclosure as to the extent of the conversations, the fact that there are emails going back and forth a period of months, that according to the privilege log they are exchanging claim matrices, estimates of ovarian cancer case values and claiming that those communications between Mr. Birchfield, Ms. Odell, and Mr. Conlan, are privileged, so that J&J can't see them.

So an --

MR. POLLOCK: Your Honor, these are -- I apologize.

MR. BRODY: -- extraneous statement in a declaration that says I met Mr. Conlan for the first time on May 2nd, 2023 doesn't tell us anything about what was going on. And to the extent we know or have an inkling of what was going on and what's in the documents that they have said are privileged, they're privileged communications with Johnson & Johnson's

38 1 former opposing counsel. We do have a very good idea. 2 THE COURT: Well we did find that that's part 3 of the record. That's part of the federal record. 4 That's part here. I can take judicial notice of that, 5 of the existence. 6 MR. BRODY: And Your Honor, you can also take 7 judicial notice of the special master, order number 21 in the MDL. 8 9 THE COURT: My concern is I'm not going any 10 further to say why wasn't that brought out in direct? 11 Why wasn't it addressed earlier? Because we are 12 getting somewhat out of the scope of where we were 13 today, where I anticipated being today. 14 MR. BRODY: Well I think it's directly within 15 the scope of the questions about you know, what --16 THE COURT: What exactly does Mr. Haas have? 17 MR. BRODY: What do you have? Look at the notebook. 18 THE COURT: That's not lost on us. 19 20 MR. POLLOCK: Your Honor, this is all 21 privileged mediation protected communications. So, if 22 we're going to throw aside the mediation privilege, 23 which I thought was pretty stark in New Jersey, we are

cutting new ground. And to me, with all due respect to

Judge Schneider who is sitting behind me, he has his

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own opinions. He's entitled to his own views. 1 2 frankly, unless he made an express finding that Andy, 3 Andy Birchfield conspired, which I don't think he did, with Mr. Conlan, I don't -- these are all protected 4 5 communications. Now we're going to crack open the 6 privilege. They have asserted the privilege multiple 7 times. 8 THE COURT: We are not cracking open 9 anything, other than we have the privilege log and we 10 have a document -- a decision by the Special Master. 11 MR. POLLOCK: So, but where does this go? Once we take this first step --12 13 THE COURT: Well I am going to permit the 14 question and I'm going to permit you to reopen some 15 aspect of your direct with regard to this decision. 16 But we're not breaching, addressing, conflicting or 17 doing anything with regard to the mediation privilege. 18 MR. BRODY: Absolutely, Your Honor. And I am 19 not suggesting that we --20 THE COURT: That (indiscernible) here that 21 there's a myriad of reasons why that exists. 22 MR. BRODY: And I am not suggesting that we 23 should do that. And I'm not going that direction.

Mr. Haas, I'll just -- I'll just ask you,

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BY MR. BRODY:

you've read the Special Master's decision. Right?

- A Yes, I have.
- Q And you've read his conclusions based on his in-camera review of the documents. Correct?
- A Yes.

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- Q And so, you understand that he indicated that subjects covered in the privileged documents include close collaboration and strategy communications regarding how to consider, conduct, participate in, initiate, and/or continue to mediate with J&J regarding plaintiff's proposal. Right?
- 12 A Yes.

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That's correct.

- Q Referring to close collaboration and strategy communications between Conlan and Legacy on the one hand and Beasley Allen on the other. Right?
 - Q He indicated that subjects covered in the documents include regular communications with Birchfield and other counsel for plaintiffs regarding the foregoing matters including when and how to present the settlement proposal to J&J in the context of mediation. Are you familiar with that finding?
 - Q My question to you in response to the questions you've got on cross examination is does that

Yes, I am familiar with the finding.

suggest to you that they had formed an alliance, or to 1 2 use the words from the order were collaborating? 3 MR. POLLOCK: Your Honor, I object to whether 4 5 Α The way --6 MR. POLLOCK: Let me object, please. 7 object because when it says the question, does it 8 suggest to you, with due respect to the Court, I don't 9 care what it suggests to Mr. Haas. What I care about are the facts. Is there a fact that there was a 10 11 confidential disclosure in this case. And to me, he's 12 allowed his own opinions, I've got my opinions. I 13 don't think the court should really care of either one. 14 I want to know what the facts are. I do think we 15 should be limited to what the facts are, because that's 16 what Trupo says, what are the facts? 17 THE COURT: Well ultimately, that question is 18 to be resolved by the Court. 19 MR. POLLOCK: Correct. 20 MR. BRODY: So let me -- actually, Your 21 Honor, I can rephrase the question -22 THE COURT: Sure. I sustain the objection. 23 MR. BRODY: -- directly in the context of 24 what Mr. Haas was asked by Mr. Pollock. 25 BY MR. BRODY:

evidence of alliance. It was not disclosed. It was

concealed. And it's the type of collaboration that

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1	fundamentally undermines the adversarial process by
2	communicating with Mr. Birchfield on and have that
3	alliance, on the very issues that are at the heart of
4	the matters that we were adjudicating and seeking to
5	resolve; and the very issues that were being debated,
6	critiqued, discussed by and between us and outside
7	counsel that presents an unfair advantage to our
8	adversaries, and thwarts our ability and is thwarting
9	today our ability to get a final effective and
10	equitable resolution of this case for all claimants as
11	well as for J&J.
12	Q Thank you, Mr. Haas. Those are my redirect
13	questions.
14	THE COURT: Okay. Any questions, Judge
15	Singh? I don't have any questions. Mr. Pollock.
16	MR. POLLOCK: No, Your Honor. Thank you very
17	much and I appreciate your patience, Mr. Haas.
18	THE COURT: Okay. Thank you. You may step
19	down. Mr. Brody, your next witness.
20	MR. BRODY: We call James Murdica, Your
21	Honor.
22	THE COURT: Okay. Mr. Murdica, before you
23	have a seat, please raise your right hand, tell me your
24	name, spell your last name.
25	MR. MURDICA: James Murdica, M-U-R-D-I-C-A.

And does your representation of J&J include

advising the company with respect to claims that are

pending in this State Court MCL proceeding?

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A It does. My role in talc is primarily as resolution counsel, advising on that. And during the pendency of the LTL bankruptcies I was the lead outside counsel responsible for the mediations.

Q Okay. And does your representation of J&J also just so the record is complete, include advising the company as to the cases that are pending the federal MDL?

A Very much so.

- Q Who do you correspond with at Johnson &

 Johnson as part of your work on the talc litigation?

 A I report to Andrew White and to Erik Haas.
- Q All right. I'm going to be asking you some questions about the work that you have done on the talc litigation and the work that Mr. Conlan did as counsel for J&J on the talc litigation. I'm going to give you the same caution that I gave to Mr. Haas. I don't want you to go into the substance of any of the privileged and confidential communications that you have had with the company. So, I want to keep things on a high yes or no level when we are getting to substantive issues, because those conversations are privileged. Do you understand that?
- A I understand.
- 25 O All right. Through your representation of

Murdica - Direct

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Johnson & Johnson in the talc litigation, did you work 1 2 with Mr. Conlan while he was representing the company? 3 Α I did. 4 Did you work with him directly? 5 Α I worked with him directly, yes. 6 Can you explain at a general level what issues you worked on with Mr. Conlan? 7 Yes. Early in 2020, I --8 Α 9 MR. POLLOCK: Can I just get a clarification 10 here, sir or Your Honor, whether we're talking Imerys 11 or LTL, because we're apparently going to cover a long 12 time period. 13 MR. BRODY: Your Honor, it was a general 14 question as to what types of issues. We'll get into 15 specifics but it was not limited to one thing or 16 another. THE COURT: It involved Imerys and LTL? 17 18 THE WITNESS: Ultimately, yes Your Honor. 19 was going to start with when I began in this role with 20 talc in 2020. THE COURT: As resolution counsel? 21 22 THE WITNESS: Yes, Your Honor. 23 THE COURT: Okay. Mr. Brody? 24 You can proceed to answer the question. Q 25 I was asked to take this role on by Johnson & Α

Murdica - Direct 47 Johnson in early 2020 by Mr. Haas's predecessor Mr. 1 2 Braunreuther (phonetic) who he testified about. 3 that time on, I was very involved daily in talc 4 resolution, having conversations with various 5 plaintiff's counsel. 6 Sometime in the summer of 2020 Mr. Conlan was 7 hired by Braunreuther. Mr. Braunreuther asked me to work closely with Mr. Conlan on resolution. From that 8 9 point on, Mr. Conlan and I worked very closely, to the 10 point that we were speaking almost every day in the late summer and fall of 2020, email, phone calls, 11 12 everything I did with respect to resolution, I either 13 incorporated Mr. Conlan or ran by Mr. Conlan. 14 So you communicated by phone, I take it? 15 Α Every day. 16 0 Over email? 17 Α Yes. 18 0 In-person? 19 Α When possible, yes. It was the end of COVID at 20 that point in time. 21 And I think you indicated that you frequently 22 would communicate daily with Mr. Conlan? 23 Α That's correct. 24 Were you involved in communications involving

Mr. Conlan and other members of the J&J team?

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As Mr. Haas described, we had weekly calls Α throughout the course of that year and throughout the time that Mr. Conlan became involved. And the weekly call would include the head of Weil, because they were handling the Imerys aspect, eventually somebody from Jones Day because they were handling the other bankruptcy aspect that became LTL, somebody from King and Spaulding, because they were national counsel for the Mesothelioma claims, somebody from Chicardi because they were national counsel for the ovarian claims, myself and Mr. Conlan. Internally at that point in time they would include Joe Braunreuther, the Deputy General Counsel of J&J, Don Kim, who had Mr. White's role at the time, and sometimes Mr. White, usually Mr. White.

Beyond that, that was just a standing weekly call.

Mr. Conlan, myself, and Mr. Braunreuther, and usually

Mr. Kim had regular separate calls to coordinate the

high-level strategy on resolution, because Mr. Conlan

and I were the ones that were in charge of the overall

strategy and what we were doing really with resolution

and trying to get a resolution, originally with Mr.

Birchfield, outside of the Imerys bankruptcy and then

utilizing the Imerys bankruptcy and so on.

O All right. Can you -- so you mentioned the

1 Imerys bankruptcy. With respect to your communications 2 with Mr. Conlan, how was Mr. Conlan involved in the 3 Imerys bankruptcy? 4 So, like I said with regard to resolution, Mr. 5 Conlan is a bankruptcy expert, but also a mass tort 6 resolution expert. So, Mr. Conlan and I worked hand-7 in-hand throughout the time. He knew all of the bankruptcy, I didn't. He also had connections to the 8 9 future claims representative and the future claims 10 representative's counsel and I didn't. He knew all of 11 the bankruptcy lawyers representing the debtor and the 12 Tort Claimants Committee in Imerys, because he had 13 worked with them for a long time. In fact, the 14 debtor's counsel I believe was one of his mentees, I 15 think he told me while he was at the Sidley firm. 16 0 All right. As part of his work, was Mr. 17 Conlan involved in the legal teams' evaluation, the confidential and privileged evaluation of potential 18 19 resolutions of J&J's talc litigation through the Imerys 20 bankruptcy? 21 He was, both through the Imerys bankruptcy and Α 22 before that when we were negotiating with Mr. 23 Birchfield for an initial resolution. Mr. Conlan -- I 24 would forward Mr. Conlan or incorporate him in

everything I was doing, so for example even before we

considered utilizing the Imerys bankruptcy he was seeing draft proposals with Mr. Birchfield and helping me with them, commenting on them, et cetera.

MR. POLLOCK: Your Honor, I'm going to raise the same objection that I raised with Mr. Haas regarding documents, communications, records, and things. You -- I understand that you understand my concern. I am not going to -- I don't want to interrupt the flow, but obviously you understand I have a continuing objection under the best evidence rule, under the fact that this is hearsay, it doesn't fall within 1006, it doesn't fall within 701. So, to me I object to it. But I don't want to keep interrupting. I don't want silence to acquiescence.

THE COURT: You have to make your record and my prior ruling with regard to documents in the documents continue.

MR. POLLOCK: Yes, sir. I'm going to sit down and shut up as long as I can, only because I don't want interrupt the flow, but please understand that I have an ongoing objection. Is that fair?

THE COURT: That's fair.

MR. POLLOCK: Thank you, sir.

THE COURT: You're welcome.

BY MR. BRODY:

Let me ask you this question, did -- was Mr. 1 Q 2 Conlan involved in evaluation of terms, resolution 3 terms specifically proposed by Beasley Allen? 4 Α He was. 5 Q What was Beasley Allen's role in the Imerys 6 bankruptcy? 7 Beasley Allen represented one of the claimants on the Tort Claimants Committee in the Imerys bankruptcy. 8 Okay. Were members of the Beasley Allen firm 9 Q 10 part of the TCC negotiating committee in the Imerys 11 bankruptcy? 12 They were. To my understanding, as was Α 13 represented to me, the TCC in the Imerys appointed a 14 negotiating committee and Lee Odell and Ted Meadows 15 were two of the representatives on the negotiating 16 committee that we worked with the most. Was that at the time when Mr. Conlan was 17 counsel for J&J? 18 19 Α Yes, it was. 20 All right. Did you tell anyone at Beasley 21 Allen during the Imerys bankruptcy that Mr. Conlan was 22 working as counsel for J&J on the talc litigation? 23 Yes, they knew that from me telling them but also Α 24 from seeing Mr. Conlan on phone calls and Zooms and 25 alike.

Q All right. Who did you tell that Mr. Conlan was working as counsel for J&J on the talc litigation?

A I certainly would've told Andy, and Lee and Ted would've at least seen him on the Zooms as we were negotiating a deal we almost -- you know we came very close on in February of 2021.

- Q All right. When, to the best of your recollection did you first inform, you referred to Andy, I'm assuming you're referring to Mr. Birchfield.

 A Yes, Mr. Birchfield.
- Q When did you first tell Mr. Birchfield that Mr. Conlan was representing J&J at the top of the page?

 A I don't remember exactly, but it would've been sometime in the fall of 2020.
- Q Okay. He has submitted a certification in this case that says it was in 2020, is that consistent with your recollection?
- A Yes.

- Q All right. Were you negotiating with Mr.

 Birchfield, negotiating resolutions with Mr. Birchfield at that time?
 - A Yes, we started -- Mr. Birchfield and I started negotiating resolution, I believe in April 2020. And there were iterations from April 2020 right through 2022/2023.

1 When you refer to iterations, you're talking Q 2 to iterations of resolution proposals? 3 Α Yes, there were several beginning in 2020. 4 And throughout the course of those various 5 iterations, after Mr. Conlan came on board as a member 6 of J&J's outside counsel team was he involved in 7 internal privileged and confidential discussions of how 8 the company would respond to and negotiate those different iterations? 9 Yes, as I said before, Mr. Conlan and I were the 10 11 main people running the strategy, evaluating the 12 settlement options. And we were the only ones having 13 the highest level conversations with the Deputy General 14 Counsel. And did that include, without revealing any 15 16 of the substance the discussion of the specific terms 17 that had been proposed by Beasley Allen? 18 Α Absolutely. And again, let me ask you this, did any of 19 20 the proposals from Beasley Allen that you were 21 discussing in that privileged and confidential context 22 include things like settlement matrixes? 23 They did. Α 24 And did you and Mr. Conlan engage in analysis

of the values in those matrices, the structure of those

matrices, claims, procedures, things like that 1 2 associated with them? 3 We did, as did other parts of the team. 4 ultimately had questions for our experts on them, to 5 get to weigh in on that. Yes, we did. 6 0 When you refer to experts, are you referring 7 to consultants who were retained confidentially to provide confidential communications about things like 8 claim values? 9 10 That's correct. 11 About things like the potential number of 12 future claimants. 13 That's another thing that they were retained for, Α 14 yes. 15 Okay. Did you in that period consider with 0 16 Mr. Conlan proposals from Beasley Allen regarding the potential number and value of future claims? 17 We did, yes. 18 Α And was Mr. Conlan privied to confidential 19 20 work performed by J&J's litigation consultants related 21 to that? 22 He was. Mr. Conlan was my closest confidant on Α 23 all of this from the first written Beasley Allen 24 proposal, which he had and we discussed and went back

and forth with Mr. Birchfield and his firm and that

process continued over months.

Q And through that process, did Mr. Conlan learn how J&J assessed the strengths and weaknesses of the Beasley Allen proposals?

A He did. He learned that. He learned the way J&J thinks about talc claims, how they value them. He learned perhaps more importantly the way I work, because I still am in charge of resolution for talc. We learned every strategy I had about who to go to, who not to go to, all the strategic options we should consider, everything I learned over my 15 years of being J&J's main outside resolution counsel. He was literally somebody that I talked every day about this.

Q I think you indicated that you regularly shared with him communications that you received from Beasley Allen?

- A Yes, I forwarded them immediately.
 - Q Did you and Mr. Conlan discuss them?
- 19 A Yes.
 - Q Did you include in those discussions how to respond to them?

A Yes, many times I needed his advice because there were bankruptcy questions in addition to all of the settlement questions, as well. So, I couldn't do it without him.

Case	e 3:16-md-02738-MAS-RLS
1	Q Did you consider those communications and
2	those discussions to be privileged and confidential?
3	A The most privileged and most important
4	communications I ever had for J&J.
5	Q Would you ever share them with your opposing
6	counsel?
7	A Never.
8	Q Why not?
9	A Because it would be so disadvantageous for
10	somebody trying to deal with resolution to hand their
11	play book over to the other side.
12	Q Did your strategy discussions with Mr. Conlan
13	include things like how to participate in, how to
14	initiate, how to continue negotiations with different
15	parties on the other side of the litigation?
16	MR. POLLOCK: Objection, leading.
17	THE COURT: Sustained.
18	Q Let me ask you this, you mentioned that you
19	talked about sort of the ins and outs of settlement,
20	the who to go to, what to propose, are those things
21	that you discussed with Mr. Conlan?

22 A Yes.

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Q Did those discussions include along the way, throughout the time you were working with Mr. Conlan confidential discussions of how much the company might

1 be willing to pay to resolve the talc litigation? 2 Absolutely, it was an important part of the Α 3 conversation. 4 Did it include things as detailed, as for 5 example, the future's only settlement in the Imerys? 6 MR. POLLOCK: Your Honor, can we have a point 7 in time because the last one was a broad question. 8 This time it's Imerys. I would like to get a point in 9 time to know which case I'm talking about. Because I can't measure what information is confidential if I 10 don't know which case it is and the time frame we're 11 12 talking about. 13 Sure. Mr. Brody, give a date. THE COURT: 14 Did there come a time when you and Mr. 0 Sure. 15 Conlan were engaged in discussion of a potential 16 future's only settlement? In the fall of 2020 Mr. Birchfield proposed 17 Yes. 18 an outside of bankruptcy settlement for the existent tort claimants and inside of bankruptcy future's 19 20 settlement. Was Mr. Conlan involved in the evaluation of 21 22 that? 23 That was, yeah, that was in the period of time Α 24 when I was working with Mr. Conlan every day to 25 evaluate proposals like that and we certainly worked on that one extensively together.

Q Was Mr. Conlan, in addition to yourself negotiating directly with the other side during that period?

A Yes, he was talking primarily with the TCC's counsel and the FCR and the FCR's counsel, which of course were the most important parts of trying to get a future's only settlement in the bankruptcy. I didn't have those relationships like that.

Q In the process of evaluating the potential for a future's only settlement, in the bankruptcy, was Mr. Conlan involved in confidential evaluation of what J&J might be willing to pay for such a settlement?

A Yes.

Q Did that include review of information prepared by J&J confidential consultants in the litigation?

A Yes, and my firm as well, which was also analyzing that.

Q Do you consider that work that you were doing at the time relevant to what is going on in the talc litigation today?

A It's the same issues relevant to resolution today. Where, obviously, as you heard from Mr. Haas we're still actively trying to resolve this. We still have a

plan. We still have great support for a plan. All of the issues are the same. All of the issues remain relevant and all of the insight that we had back then is as important now as it was then.

Q And are you looking, I mean at the end of the day, are you looking for what ultimately will be a negotiated, and when you talk about that and you talk about that being important, are you talking about it being important to a negotiated resolution?

A I am not sure I understand the distinction that you're drawing. But every conversation that we had back then evaluating at first, just an outside bankruptcy settlement, then a half-in/half-out settlement. Then the Imerys settlement, then ultimately LTL is all still relevant to our thinking today, our approach today and the resolution that we're working on still today. That's what I would be doing

Q Have you been involved as outside counsel for Johnson & Johnson in the development of proposals that J&J has come up with to potentially resolve on a global basis the talc litigation?

if I wasn't sitting here testifying.

A Yes, I have.

Q During the time that Mr. Conlan was working as outside counsel for Johnson & Johnson was he

involved in those discussions as well?

A Yes, he was.

Q Did those discussions to your recollection during the time that Mr. Conlan was working as outside counsel for Johnson & Johnson involved the company's evaluation of settlement matrices to come up with those proposals?

A Yes, it did.

- Q And just to provide a little more detail for the benefit of the Court, what -- when you talk about, and just generally a settlement matrix in the context of a mass tort settlement, what are you talking about?

 A Given the number of claimants, you're talking about an initial rough way to evaluate them, what are their age? What's their disease state? Is their cancer stage 1, 2, 3, or 4, things like that. So literally a grid with different base values based on some very, very, very basic facts about the claimants.
- Q And the work that you did with settlement matrices back in that time period when Mr. Conlan was serving as outside counsel for Johnson & Johnson 2020/2021, is the review and analysis of that information germane to the issues that you're dealing with in the top litigation today?
- A It is. Back at that time, we had a -- we had a

Barnes & Thornburg created settlement matrix. We had a
Beasley Allen created settlement matrix. We had a
settlement matrix created by the Imerys Tort Claimants
Committee that they put in their trusts distribution
procedures. And Mr. Conlan had all of those and we
were evaluating all of those, comparing and
contrasting. So, Mr. Conlan knows all of my thoughts,
all of the company's thoughts on those three proposals.
Indeed, we heard testimony earlier about the most
recent matrix put forward by the Legacy company, which
you know, is an iteration of Beasley -- you know, Andy
Birchfield and Beasley Allen's settlement matrix.

Q All right. In all of that time, I just want to get a sense for the benefit of the Court, of how involved Mr. Conlan was in the discussions about issues surrounding claim values, number of future claims, value of future claims, how involved was he?

MR. POLLOCK: Objection. First of all, it's compound. But second of all, I really at this point want details. I want to know what discussions occurred when. Mr. Murdica can keep on testifying, obviously, but I am concerned that I can't question about what I don't understand. He had discussions about settlement matrices. What discussions, when, where, who was

involved? All of these things.

THE COURT: I appreciate Mr. Pollock, your understanding or lack of understanding, what I'm interested in is does this witness understand the question? To the extent we can get a time frame, Mr. Brody?

MR. BRODY: Yeah, we it was an initial question and then we were going to zero in a couple of things.

MR. POLLOCK: Just to be clear, Your Honor, it's your courtroom and again I respect that greatly, but it's beyond time frame. It goes to the merits, the substance, because you're talking four years where Imerys, LTL, you're talking a massive upset with the Third Circuit, you've got all of these facts coming in at one time. I'm being told that there were discussions regarding each one of these concepts. I had no clue what those are. There's nothing in the record to support it. I am not doubting that these discussions occurred. I'm sure Mr. Murdica is telling the truth. But I can't measure what I can't see or don't understand. There's no records to support that testimony at all.

Q Let me ask this question.

THE COURT: Do you have a document?

I think maybe for everybody's benefit if I 1 Q could ask Mr. Murdica, throughout the period that Mr. 2 3 Conlan was working as outside counsel for Johnson & 4 Johnson was the --5 THE COURT: 2020? 6 MR. BRODY: July 2020 to the end of February 7 2022. Thank you, Your Honor. 8 MR. POLLOCK: 9 Q Was the company internally, in a privileged and confidential context, evaluating claim values or 10 11 present claims, potential number of future claims and 12 the potential value of future claims in the talc 13 litigation? 14 That's been the case since early 2020 until the 15 present case. 16 So, that was during the entire time that Mr. 17 Conlan was outside counsel for the company. Right? 18 Α That's correct. And how involved was he in those discussions? 19 20 I'll try to put a finer detail on it for Mr. 21 Pollock. From the time that Mr. Conlan started working 22 on talc, which was sometime in, I believe August of 23 2020. He became very involved, to the point that we 24 were having daily conversations. And Mr. Pollock it 25 was first about your client's outside bankruptcy

proposal.

THE COURT: Could you address the Court, and not directly address Mr. Pollock?

answer his questions. It was first about an outside bankruptcy proposal which was a conversation we were having until about September 2020 to the best of my recollection. At that point in time, we pivoted to trying to do something in the Imerys bankruptcy. And at that point in time, Mr. Birchfield and I were all aligned on this and we could not get the approval of the full Tort Claimants Committee in the Imerys bankruptcy.

So, then we continued to pivot and tried to find an agreement that would work for a majority of the TCC in Imerys so that we could get the votes to move the plan forward. We came — throughout this whole time I'm working very close with Mr. Conlan because he's now working for J&J and it's the two of us who are in charge of trying to get this resolution done.

At that point, we just keep modifying our proposal until by February of 2021 we were very close.

And I remember it very specifically, I remember where I was because Joe Braunreuther was retiring on March 1st.

We were trying to get this deal done and approved by

the TCC before he left the company because he worked so hard on it with myself and Mr. Conlan. It turned out that even though we were literally on the one yard line, we thought that we would get it done, we didn't get it done. Mr. Haas had been involved since the fall, since he came to J&J, but now he took over duties for talc.

By April 15th of 2021 we had a deal with the Imerys TCC which you heard about. He was asking about well why didn't you enforce it? There was -- we were led to believe that future claims representative had signed off on it. It turned out that it was only the Tort Claimant's Committee itself and it -- as well.

So during that entire time, Mr. Conlan and I were working hand-in-hand every day to try to deliver this for the company and report it to Mr. Braunreuther and Mr. Haas.

BY MR. BRODY:

Q During the period you mentioned around April of 2021, when you were trying to get this across the finish line, did J&J create a term sheet for what was being discussed and what you thought you were going to be able to get across the line?

A Yes, we had a term sheet that was signed off on by the Imerys TCC and the counsel for the Imerys TCC.

Prior to providing that term sheet to the 1 Q 2 TCC, was Mr. Conlan involved with you in privileged and 3 confidential discussions of what that term sheet would 4 look like? 5 Α Absolutely. 6 Did that include, by the way, both ovarian 7 cancer and Mesothelioma claim? I believe so. 8 Α 9 All right. Did the proposal that was 10 developed, that you were involved in the confidential 11 discussions on, involve a presentation of a settlement 12 group? 13 It did, yes. 14 Were you involved in the creation and 15 evaluation of that grid? I was. 16 Α Was Mr. Conlan? 17 Mr. Conlan was involved in all aspects of the 18 proposal and then following April, it was April 15th, 19 20 2021 that we got TCC approval, Mr. Conlan was working 21 on resolving any other issues that the future claims 22 representative had to deliver the rest of the 23 settlement. I know that he had many conversations with 24 counsel and with the FCR over the next couple of months 25 after that to try to get that agreement.

Q So, Judge Porto and Judge Singh have heard a bit from Mr. Haas about how Mr. Conlan was personally involved in negotiating with the TCC and the FCR, in the Imerys bankruptcy. Just so that the record is clear on this, can you explain in that respect what his role was?

A Yes, like I said, he was my counterpart for -- as resolution and bankruptcy counsel, because he was also bankruptcy lawyer, to try to deliver the settlement.

So, when we were negotiating again, this was early 2021, a lot was still done by Zoom, he had relationships with long-standing relationships with at least one of the Tort Claimants Committee lawyers in Imerys, so he would appear on those. He would negotiate separately and then he would negotiate with the future claims representative and the future claims representative counsel because they had been in many bankruptcies together and had a longstanding relationship.

Q And was this one of the time periods early 2021 when you were having daily or near daily communications with Mr. Conlan?

A Yes, really that remained the case from when he started working for J&J until about, until very shortly after the bankruptcy filing in LTL. So to put a time

frame on it, after I would say October -- after the end of October 2021 I didn't work with Mr. Conlan on a daily basis anymore.

- Q Okay. So pretty much up through the filing of LTL?
- A And a couple of weeks beyond it, because we were working on potential mediation options within LTL at that point.
- Q Okay. At the time that you and Mr. Conlan were talking in early 2021, when he was engaged in conversations with representatives or counsels for the TCC and the FCR in the Imerys bankruptcy, did you and he discuss negotiating strategies?
- A Of course.

- Q And you talked about imparting to him, you know, what you knew from your experience which predated his in attempting to negotiate resolutions of the -- of the talc litigation for Johnson & Johnson. Did that come into play in those discussions that you were having with him?
- A Well, it did, because it wasn't just talc. A lot of the lawyers in the talc litigation were lawyers that I resolved other mass torts with. This wasn't the first mass tort I've worked as J&J resolution counsel. In fact, Judge Porto, you may or may not remember I

resolved the hernia mesh MCL before you a year and a 1 2 half ago. 3 THE COURT: Mesh. 4 At some point in July of 2021, do you recall 5 negotiations with the TCC and the FCR over the Imerys 6 plan becoming stalled? 7 I didn't hear you on the time frame, but yes in the middle of 2021, we were making no further progress 8 with the FCR as far as I could tell. 9 Right. I'm sorry, I referenced in my 10 11 question July of 2021. Does that sound right? 12 That sounds right. Yes. Α 13 Did you consider strategies for J&J in 14 response to those negotiations becoming stalled? 15 Of course. We were constantly working on Α 16 resolutions. Was Mr. Conlan involved in those discussions 17 18 as well? 19 Α He was, at that point, yes. 20 Do you consider those discussions at that 21 time period as privileged and confidential discussions 22 that are relevant to what is going on in the talc 23 litigation today in 2024? Very much so, we were in a similar position that 24 Α

we were outside of bankruptcy. At that point, we were

70 Murdica - Direct considering a bankruptcy filing. And we were 1 2 discussing all of our options that we had on the table, 3 which is very much where we find ourselves today. 4 the same situation. 5 Q Now were you involved in mediation in the LTL 6 bankruptcy? 7 I was the lead for Johnson & Johnson in the LTL bankruptcy mediation. 8 Do you consider the privileged and 9 Q 10 confidential communications that you had with Mr. Conlan while he was outside counsel to Johnson & 11 12 Johnson to be relevant to what you were dealing with in 13 the LTL bankruptcy mediation? 14 Yes, because the mediation was dealing with --15 it's the same thing, it's dealing with resolution we 16 were trying to resolve it in mediation. 17 Now, you're aware that at some point in time, as we've discussed Mr. Conlan left the law firm of 18 19 Faegre Drinker. Right? 20 Α Yes. 21 And at the time he left do you know whether 22 the LTL bankruptcy was pending? 23 It would've been, yes. Α 24 Okay. And is that a time period in which you 0

were involved in attempting to negotiate a resolution

PageID: 182061 Murdica - Direct

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within the bankruptcy structure?

- A Yes, that was mediation in LTL-1.
- Q All right. Were you also involved in mediation in LTL-2?
 - A I was, same role.

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Q Did you know at the time that Mr. Conlan was communicating directly with Mr. Birchfield and other members of the Beasley Allen Firm about the talc litigation?

A I had no idea. Like, Mr. Haas, I found out for the first time two weeks ago that not only, had that been going on since April, that it was allegedly related to the mediation but as the lead mediation representative for J&J, I could tell you that I never heard a single thing about that until we got the privilege log two weeks ago. And I was kind of dumbfounded and I was in close contact with the mediators throughout the mediation, of course, because that was my job. And to my knowledge, the mediators didn't know either.

- Q Okay. When you learned this a couple of weeks ago, were you concerned?
- A I was extremely concerned. In my career, I've never seen anything like that.
- 25 Q All right.

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Murdica - Direct

It would be as if, I, having negotiated the Α Prolene settlement while it's still pending and while we're trying to get to the 95% decided to quit and go become a consultant for the Plemming Firm. unimaginable to me that that could happen. Q We've -- and just for the benefit of the Court in terms of your participation that you're referring to in mediation during the LTL, bankruptcy, the second time around, what time frame was that? That would've been in the May 2023 until it was -until the bankruptcy was dismissed in July of 2023 time frame. Okay. Now we've talked about when Mr. Haas first learned via the October 18th, 2023 email that he got from Mr. Conlan, when he first learned that Mr. Birchfield was working with Mr. Conlan on this settlement matrix. When did you first learn that Mr. Conlan and Mr. Birchfield were collaborating? Α I think --MR. POLLOCK: Objection to the use of

collaborating.

MR. BRODY: Your Honor, it's just a question. He can tell me if I've gotten something wrong and it's open for cross.

THE COURT: I'll overrule the objection.

A To the best of my recollection I learned a few hours before that, because I was in Las Vegas at the Mass Torts Made Perfect Conference and numerous plaintiff's lawyers came up to me and started telling me about how the talc was going to settle via this Legacy plan that Andy was working on, because I -- I was told that he was telling people that at the conference. I heard about it and I immediately asked Mr. Haas what could possibly be going on, because it's the first time I heard of it.

Q So, all throughout the mediation process did anybody ever come to you and say, we're working with Jim Conlan on the plaintiff's side?

A No, I talked to Mr. Birchfield about it after that, in October, but not during mediation process.

Q All right. So, it was roughly you said a few hours earlier on October 18th that you first learned of this collaboration between Mr. Birchfield and Mr. Conlan?

A It may have been the night before but I learned it via other people coming up to me because they all know that I'm responsible for resolution of talc and saying, hey I heard this is settling and you know, they were told that we would have a resolution by November.

Q Okay. So, the Court has heard a bit about

74 Murdica - Direct the article that was published by Bloomberg that Mr. 1 2 Conlan wrote on November 2nd of 2023, and that's at 3 exhibit, I think it's 15 in the binder that you have in 4 front of you? 5 Α Yes. 6 And if you turn to tab six, there's a letter 7 that you wrote there. 8 Α Yes. 9 And you wrote this letter to Mr. Conlan? 10 Α I did. 11 Okay. Why did you write this letter to Mr. Q 12 Conlan? 13 Well, a couple of reasons. One, I was asked to 14 communicate with Mr. Conlan on it, but I felt compelled 15 to because I read the article and I thought that the 16 article was talking about the LTL bankruptcy, and I was 17

afraid that Mr. Conlan was disclosing privileged information. So, I haven't read this probably since I wrote it. But, I essentially asked him to stop.

Okay. And it was -- I guess, we know from Mr. Haas's testimony and from the exhibits that are in the record that it was just four days after you wrote that letter that Mr. Conlan sent his letter to the board of directors. Right?

That's right. Α

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Q	Did you rev	view the	letter at	the	time,	that
he sent to	the board	of direc	ctors?			

A It eventually made it's way to me, likely via Mr. White or Mr. Haas, and I did read it.

Q In the letter Mr. Conlan represented that he had already discussed the proposal with lead counsel for the talc plaintiffs. Right, and that's tab -- it should be tab seven.

A Right.

Q Did you have any idea that Mr. Conlan had been working with Mr. Birchfield for six months at that point?

A No, my presumption at that point was that sometime after the dismissal of LTL-2 they had talked and that's why I heard at that conference in Las Vegas, on October 18th or 17th, that this was something they were working on together.

I assume the same thing on November 9th, it wasn't until two weeks ago when we got that privileged log that I realized that they had been working closely together for more than six months and I believe there were hundreds of entries on the privilege log that we can't see but it — there was a lot of collaboration, or contact, or whatever word you want to use.

O Mr. Birchfield never disclosed that to you?

A To the best of my knowledge, no and I was
genuinely shocked and surprised when I learned that, so
I can't imagine I ever would've known.
Q No one else from Beasley Allen disclosed that
to you?
A No.
Q Nobody else on the plaintiff's side of the V
in this litigation disclosed that to you?
A I truly had no idea and I definitely, I was also
shocked to see that it was claimed to be part of a
mediation because it never came up in the mediation.
Q All right. Thank you, Mr. Murdica.
THE COURT: Thank you.
MR. POLLOCK: Can we take a five-minute
break?
THE COURT: We're going to take a ten-minute
break.
(Recess taken from 3:26 to 3:40)
THE COURT: You may be seated. Everyone may
be seated. Cross examination, Mr. Pollock?
MR. POLLOCK: Yes, Your Honor.
THE COURT: You may be seated.
THE WITNESS: Thank you.
MR. POLLOCK: May I ask the Court and
opposing counsel a critical question, it is currently

3:41, let's assume I move quickly, done by 4:15, and 1 2 then I assume Mr. Brody who is a capable lawyer may 3 have some redirect. That's going to put us around 4 4:30, 5:00 or so. 5 THE COURT: I would prefer not to go passed 6 4:30. I don't want to go passed five o'clock. But it 7 looks like we're not going to finish today. 8 MR. POLLOCK: So, can we reconvene tomorrow? 9 THE COURT: I don't necessarily know Judge 10 Singh's schedule accommodates that. Mine doesn't. 11 don't think we were really planning on consecutive 12 days. But --13 MR. POLLOCK: Okay. It's so much fun 14 together. 15 THE COURT: Pardon? 16 MR. POLLOCK: It's so much fun together. 17 THE COURT: Well it is and I've spent the 18 last four weeks in this particular courtroom on another 19 matter, on another mesh matter. 20 Why don't we put our heads together. 21 leave today, we can't do consecutive days. But we'll have to look at our calendars, Judge Singh and I are 22 23 going to have to look at our calendars also and we'll 24 tell you the week of the 15th of April I have speaking 25 commitments. We have a Civil Chancery seminar

statewide that week, and I'm doing something at the 1 2 Boardwalk seminar. So that week is out. We'll put our 3 heads together Mr. Pollock and Mr. Brody. 4 MR. POLLOCK: Thank you, Your Honor. 5 THE COURT: Okay. 6 MR. POLLOCK: Okay, I'm ready to proceed, 7 Judge. THE COURT: Sure. 8 CROSS EXAMINATION BY MR. POLLOCK: 9 10 Mr. Haas, we have met before, my name is Jeff. 11 MR. SABO: Murdica. 12 13 I'm sorry, Murdica. The other guy. I just 14 gave you a pay raise. I'm sorry. Mr. Murdica, I 15 apologize, I'm still Jeff or Mr. Pollock, whatever you 16 want. You mentioned before a term sheet and I think it 17 was in the Imerys matter. Do you recall the term sheet 18 discussion? I believe Mr. Pollock, you're referring to my 19 20 testimony about the April 15th, 2021 term sheet in the 21 Imerys matter. 22 Q Correct. 23 Is that right? Okay. 24 Am I correct in understanding that that 25 document was not fully executed?

A There were no signatures on it, however, it was represented by counsel to the Tort Claimants Committee that those terms had the support of the Tort Claimants Committee and in fact, we even exchanged example scenarios because there was a refund portion of it and everything. While it wasn't signed, because the FCR hadn't signed off on it, it was agreed to by a majority of the Tort Claimants Committee and their counsel.

Q Excellent. With regard to your own work, there's a thing called Thomson Reuters, which allows me to be snoopy and look at what people do as lawyers.

And it indicates that you spend about 66.9%, which is pretty precise by the way, of your matters for J&J.

And then it has McKesson and Walgreens, and some other folks at 4.8 and 3%, give or take 5%. Does that sound about right, that over half your work is for J&J?

A I don't think you're data is right. I haven't represented McKesson in at least a decade. However, way more than half of my work is for J&J.

Q Excellent. You actually knew Mr. Haas, now I get the names right, I got it wrong before, from the fact that you both worked together at Patterson, Belknap, Webb & Tyler. Correct?

A That's correct, we were both partners at Patterson Belknap.

1 Q Excellent.

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2 MR. POLLOCK: If you don't mind if I sit down, Judge?

THE COURT: That's fine.

- Q Getting to the core question before the Court, which is RPC 1.6, are you familiar with Rule of Professional Conduct 1.6?
- A I don't know the exact terms of it, but I know that rules are at issue.
 - Q So, the Rule of Professional Conduct 1.6 and it's more wordy than I say, is that you cannot disclose confidential information. That concept is pretty basic, right?
- 14 A It seems it to me.
 - Q So, especially as a lawyer. Right?
- 16 A Especially as a resolution lawyer.
- 17 Excellent as a resolution lawyer. Can we 18 agree that other than the records before us, you do not 19 have any email from Mr. Conlan to Mr. Birchfield, you 20 don't have any memos from Mr. Conlan to Mr. Birchfield, 21 you don't have any photos of Mr. Conlan and Birchfield 22 in compromising positions. You've got nothing out 23 there that discloses -- that they disclosed 24 confidential information belonging to J&J?
- 25 A Mr. Pollock the only way I could answer that is

that in the last two weeks, I've seen a privilege log that has hundreds of logged emails that are between Mr. Conlan and Mr. Birchfield and it says the subject matters and the subject matters included a claimant grid and all of the very confidential information that we were talking about. And I can tell you, as somebody whose done almost exclusively Mass Tort resolution for the last decade that it would be impossible to jump and talk to the other side and separate in my brain everything that I've learned by representing J&J to suddenly be pure of mind and not disclose confidential information. I can't think of any possible way that's the case.

Q So since you went to the hypothetical, I'm going to go hypothetical, let's assume you left tomorrow and you decided to become something else. You were going to decide, you were going to start your own talc business — that's probably a bad choice these days. You're going to choose something else, a steel business, you're going to do anything else.

A Yes, sir.

Q Isn't it true that when Mr. Conlan -- if I take that same paradigm and I apply it to Mr. Conlan, he switched out completely, he spent 32 years with Sidley and Austin. Right, about?

Murdica - Cross

A I heard that testimony.

Q Okay. So, he spent a long time at Sidley and Austin. Then he went to Faegre. Right?

A Right.

Q And at that point he decided had enough, I'm starting my own company Legacy. Right?

A Right.

Q So, he goes to Legacy and Legacy is a completely different deal. Legacy the idea is I've got Warren Buffet, Napollo investing, and all of these fancy guys behind me. What I'm going to do is go out and buy the kind of mass tort claim that you have yourself, that you address in your professional career. Right?

A Well I know that's what he did. And I know that they've pitched that idea about talc to J&J and I know that he pitched that same idea to J&J, I believe when he was working for J&J as one of the options.

Q And there are other companies who compete with Legacy. Right? There are other entities that J&J has communicated with over the past four years, about possibly trying to sell out, pass off, whatever you want to call it, it's liabilities in order to get it off the spreadsheet. Correct?

A I understand, and that's why to me it was

particularly shocking that Legacy with our former counsel is the one that they would choose to talk to if they were really trying to talk to a company that did that during the mediation.

Q But J&J never got a single offer from any other company like Legacy gave an offer which, to the documents that you referred to, Legacy is the only one who said I got a proposal for you.

A I don't know if that's the case. But I know to my knowledge we never solicited a proposal from any such company.

Q But you do know that other companies have approached J&J or J&J's had discussions with them and Legacy is the only one that said we think we have a viable way of doing this?

A I don't know that other companies have approached J&J. That probably would've been a better question for Mr. Haas. But I can tell you, the only one I know about is Legacy, because of course, we didn't solicit that.

Q So, when Mr. Conlan is sitting in his new role and his new role is I am going to potentially -- and we can actually go through it if it makes you more comfortable sir, let me find it here more quickly while I fumble. It's going to be exhibit seven.

PageID: 182074 84 Murdica - Cross 1 Α Yes, sir. 2 And Mr. Haas, you were involved in LTL. 3 Right? 4 Α Murdica. 5 I'm sorry. I apologize. 6 Α That's okay. 7 Mr. Murdica, you were involved in the LTL. Right? 8 I was the lead counsel for the mediation in that. 9 Α 10 Excellent. So, the two experts I talked 11 about before, you're familiar with their opinions. 12 Correct? 13 I have consulted with Mr. Mullin, as I testified 14 on direct regarding some of the settlement information 15 and claims information when I was working with Mr. 16 Conlan. I don't believe that I reviewed his report or 17 the other expert that you mentioned. 18 Lead counsel and you didn't read the expert reports? 19 20 Lead counsel for the resolution, for the 21 mediation. I am not litigation counsel in talc.

Q I apologize. Fair enough. Now I cleared up my misunderstanding. I'll represent to you that in those documents they indicate that the range for resolution for J&J and this is J&J's expert is between

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\$12 and \$21 billion. The -- in this case, on the document that Legacy has \$19 billion or such greater amount as determined by J&J's independent auditors.

So, is there any reason in your mind to believe that Legacy was working with your experts?

A I have no reason to believe, I don't know otherwise that Legacy was working with our experts.

And I heard you ask Mr. Haas those questions. I'm not sure where those numbers came from. I certainly wouldn't subscribe to them. I know from having this role that talc can settle for the amount that was on the table, but for the TCC who were the objecting party in LTL-2.

Q So, the \$19 billion, do you believe that that was a contrivance by Andy Birchfield?

A I have no idea where that came from, but I know that that's not what it takes to resolve talc litigation.

Q Okay. So, it's not what J&J wants. It's not what you believe is the right number. Correct?

A No, I'm referring to the work that I actually did, which was to get the lawyers representing the talc claimants to negotiate with me and come up with an agreed plan, and come up with the number. It's not a dispute. It's the actual amount of money that it would

have taken at that time to resolve the talc claims if the claims had been -- if it had been brought to a vote, unfortunately it was not brought to a vote, because there was opposition by your client and others

Q Mr. Murdica, you have better knowledge of the case than I do, so I'm going to have to back you up a little tiny bit there.

A Sure.

in the bankruptcy.

- Q You said at the time and there was a vote, are you talking Imerys or are we talking LTL?

 A So, we can talk about anyone you want. I was referring to LTL-2.
 - O Okay.

A The difference between the first bankruptcy and the second is that in the second bankruptcy we filed along with the support of more than 60,000 -- along with the support of the lawyers representing more than 60,000 claimants. And I know from the settlement communications that I had, that there was far more support than that. All we had to do was be able to get to a bankruptcy vote, which we were not able to do because the objectors prevented that.

Q Were two of the people you spoke with Mr. Andre and Mr. Nokawati (phonetic)?

A Those are two of many, yes.

- Q And those two had big chunks of -- a big hunk of cases. Right?
 - A Approximately 5,000 and 20,000 claimants respectively.
- Q So, 25,000 let's call it. It's a pretty big number. Right?
 - A It is. It's about a quarter of the claims that I expect to vote, when there ultimately is a resolution vote.
 - Q And you understood when you Mr. Andre and Mr. Nokawati that they were members of the Talc Claimant's Committee. Correct?
 - A So, they weren't in the second bankruptcy, because they had -- they had joined to support the plan put forward in the second bankruptcy. They were not included on the Tort Claimants Committee.
 - Q Okay. What role did they play in the second LTL?
 - A Well, they actually testified in favored of the plan prior to the dismissal. They represented their claimants on there was an ad hoc committee of supporting counsel and what they had to do in addition to supporting the plan, is that Judge Kaplan ordered that they not only tell all of their clients that they

were being represented by them in the bankruptcy, but that Mr. Nokawati and Mr. Andre were supporting the plan forward in the bankruptcy because Judge Kaplan wanted to make sure that all of the claimants that were in support of the plan had an understanding that their counsel was making that representation.

- Q So, let me wind this back for a second, LTL-1, they were on the Tort Claimants Committee then.
- 9 Correct?

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- 10 A You're referring to Mr. Andre and Mr. Nokawati,
 11 yes.
- 12 O Yes.
- 13 A They were.
 - Q And you spoke to them at that point in time when they were on the Tort Claimants Committee for LTL-1?
 - I spoke to them before they were on the committee.

 I spoke to them after they were on the committee and while they were on the committee because that was my job and they were part of the bankruptcy mediation in the first bankruptcy.
 - Q Excellent. And I want to focus on LTL-1, not LTL-2. Fair enough. Do you understand where I'm focusing?
- 25 A I'll answer whatever you ask me as long as my

counsel doesn't object.

Q I appreciate it, sir. So, during the course of LTL-1, you understood that they were on the Tort Claimants Committee and you understood that Tort Claimants Committee had put a number on this over the \$9 billion that J&J wanted to resolve this matter at. Correct?

A At various points, I think you heard Mr. Haas's testimony earlier, that at some point — I believe it was June of 2022, through mediation and I don't want to violate the mediation privilege that you were referencing earlier, but there was a — the Sunday night deal that Mr. Haas was referring to with the Tort Claimants Committee that we understood was a deal for \$8.9 billion.

Q Correct, and that's what -- and that -- I'm sorry. So, let's assume that that's right, with regard to that number, you understood that the other members of the Tort Claimants Committee did not want the \$9 billion, let's call it 8.9, I'll call it \$9 billion just for shorthand. They did not want the \$9 billion. They thought it should be higher. Correct?

A So my understanding at that time, and what you heard Mr. Haas testify to and what I understood from the mediators is that \$8.9 billion got the majority of

the Tort Claimants Committee which -- that's how it works. So, the majority were in support at that time.

Q And the -- so if Mr. Birchfield was to say that the Tort Claimants Committee wanted the \$19 billion number, and that there was not the majority of people that wanted the \$19 billion number you believe that would be false testimony?

A Yes, particularly because nobody was saying \$19 billion at the time. What you have to understand, Mr. Pollock, is this was a negotiation that literally has gone on in phases for years and keeps turning and morphing as different things happen in the efforts to resolve. But there was no one in June of 2022 saying that it took \$19 billion to resolve this, nobody. So that would be a lie.

Q Fair enough. Let me move onto your exhibit

14 if you don't mind. It's going to be exhibit 14, and

I'm going to be referring -- you're welcome to any

document I refer you to review the entire document,

should you so desire. I'm going to point you to the

portion that I care about just to move things along.

Understood?

A Yes, sir.

Q Paragraph eight, you say on November 5, 2023

I wrote a letter to Mr. Conlan on behalf of J&J

expressing J&J's concerns that Mr. Conlin was improperly discerning J&J's confidences that he learned in the course of his privileged attorney/client relationship with the company. Do you see that?

A I do.

Q Now, you then write a letter and it's exhibit six, I thought about this ahead of time, exhibit six. And this is your letter to Mr. Conlin, saying Dear Jim, you learned -- and I'm looking at the last paragraph, first page, you learned highly privileged information about J&J and LTL strategies from the attorney/client relationship and will publish the disparaging your own legal strategy that you recommended to J&J might be permissible if J&J or LTL were not included in the article.

Do you see that?

A I do.

Q Now, is it your position that it was Mr.

Conlin's idea to use the Texas Two Step and LTL?

A Yes, that was one of the options that he presented to myself and Mr. Haas.

Q So, prior to LTL being filed, it's your position that he suggested we use the Texas Two Step?

MR. BRODY: Objection, Your Honor. I just if the question is was Mr. Conlan involved in discussions

of the idea, yes or no, that's fine. But if we get 1 2 into the specifics of what was Mr. Conlan's position on 3 it, what was the back and forth, the substance of the 4 evaluation --5 THE COURT: I don't think that's where Mr. Pollock is going. 6 7 MR. BRODY: All right. I have privileged 8 objection if that's where it goes. 9 THE COURT: Sure. Am I right, Mr. Pollock? 10 MR. POLLOCK: You are right, I think. 11 Here's the issue I've got, it says your own Q 12 legal strategy, that's the phrase you used. 13 Yes. Α 14 Am I correct that you're saying that filing 15 of LTL was Jim Conlan's legal strategy? 16 Α To the best of my recollection and I recently seen 17 an email written by Mr. Conlan --18 MR. BRODY: I'm sorry. I don't want you to -- Mr. Murdica --19 20 THE COURT: No attorney/client privilege disclosure. 21 22 THE WITNESS: Okay. 23 How about this, a yes or no --24 MR. BRODY: I don't want you to go into the substance of a communication that Mr. Conlan made on 25

93 Murdica - Cross this while he was counsel for J&J. I apologize for 1 2 cutting you off. 3 How about a yes or no? 4 A Two Step bankruptcy is one of the options that 5 Mr. Conlan suggested multiple times to resolve our talc 6 liability. 7 I just want to be clear on one thing, is this before it was filed or after it was filed? 8 Before it was filed. 9 Α Thank you, sir. With regard to there's a --10 11 in this letter you wrote, this actually comes out of 12 your certification which is, I had it here a second 13 ago, let's try 14. Someone just yelled it at me, so 14 it's got to be right. 15 It is. Α 16 Exhibit 14, in exhibit 14, you say -- I think 17 I just had the damn thing. I'm sorry. 18 That he proposed -- I'm sorry, I'm struggling here. 19 20 You were on paragraph eight before. 21 Paragraph seven, it's paragraph seven, I Q 22 think. Right? No. 23 THE COURT: Paragraph eight was a letter that

Mr. Murdica addressed to Mr. Conlan.

MR. POLLOCK: Yeah, I'm sorry, I'm struggling

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here Judge. I apologize.

THE COURT: Take your time.

- Q Yes, paragraph eight. So, paragraph eight and when you signed this certification the certification which is exhibit 12 you were attempting to be truthful, accurate, and complete. Right?

 A Of course.
- Q And in paragraph eight you mentioned that you wrote a letter, Mr. Conlan wrote a letter, I wrote a letter to Mr. Conlan, that's exhibit six. But you don't include Mr. Conlan's response, do you?

 A I didn't include Mr. Conlan's response. He responded something to the effect of, Jim, you should call me, because this would be a really great option for J&J.
- Q Wasn't it a little stronger than that, that he completely disagreed with the characterizations that you made?
- A If you show it to me, I'm happy to testify about it. What I specifically remember is that he wrote me back, and he said something, at least part of it said Jim give me a call and then we texted it about setting up a call and then it never happened, because I was in court the next day, or somehow our wires got crossed. But I never ended up speaking to him.

Q So, you don't believe that when he responded to your letter of November 5, two days later that he directly controverted the argument that he had violated the attorney/client privilege?

A He very well may have, Mr. Pollock. If you show it to me, I'll tell you. I'm sure that's his position.

Q But you don't recall?

A I don't. What I remember is that I was going to talk to him and it didn't happen.

Q In hindsight, do you think it would've been worthwhile telling the Court that while this is your letter of November 5, that Mr. Conlan refuted that position and disagreed with you?

A Mr. Pollock, I don't understand why it's very clear to everybody here that Mr. Birchfield and Mr. Conlan are saying that there's no violation here. You've been saying it over and over.

Q Right, but this is simultaneously at the same time, it's contemporaneous with the statement. It's two days later. He directly controverts what you have to say and yet you choose to leave that one out. Why?

A I didn't choose to leave it out, Mr. Pollock. Had I know at the time -- when I wrote this letter, it was just to get him to stop the things that he was doing.

Had I known at that time that he had been working with

Mr. Birchfield for six months, the letter would've been very different.

Q You mentioned that -- you and Mr. Haas both have mentioned that Mr. Conlan and Mr. Birchfield were working together for a while, they were working together for six months. Hadn't Mr. Conlan been meeting with people at J&J off and on for months before that on behalf of Legacy attempting to present a resolution that might take the liabilities for talc off of the J&J balance sheets?

A Mr. Pollock, not with me. But I heard Mr. Haas's testimony about one meeting. And I also heard that it was never disclosed during any meeting that he was working with Mr. Birchfield and they had been doing so for six months.

Q Well you reviewed the emails -- the binder here, the evidence record is pretty thin. I assume, being a capable lawyer at Barnes and Thornburg you reviewed these documents in advance of appearing here today. Right?

A I can't say that I reviewed all of them, but I reviewed my declaration that you just referenced.

Q Okay. Well, if we go to exhibit four, this is Jim Conlan to VanArsdale, Douglas Dachille and some other folks on October 18, 2023. Trailing is a series

of other communications, right, October 6th, 2023; 1 2 behind that September 8, 2023; we go back to August 21, 3 2023, so we've got a series of communications between 4 Plenary Hearing 23 and Plenary Hearing 27, where Mr. 5 Conlan is working with the board at J&J or members of 6 the leadership let's say of J&J. Correct? 7 So, I was not on any of these, Mr. Pollock. And I 8 don't know, I mean that's your characterization of 9 them. I heard Mr. Haas's testimony and I see what's in 10 the documents and I don't see them working 11 collaboratively with the board or anything like that. 12 I see a couple of sparse communications and ultimately 13 a rejection. So, let's take them one-by-one. Plenary 14 15 Hearing 26, this is from Dwayne VanArsdale to James 16 Conlan -- to Doug Dachille with a cc to James Conlan, 17 thanks for the note and nice to meet you as well. 18 copied Erik Haas and Andrew White who would also like 19 to join the discussion. I'll ask Darlene, copied here, 20 to coordinate and propose a few dates to get us 21 together in the future. We'll get back to you shortly. 22 Do you see that? 23 Mr. Pollock, I see that and it looks to me like Α 24 somebody at JP Morgan was perhaps doing a favor for Mr.

VanArsdale making the introduction to somebody at J&J

1 and then J&J writing back, nice to meet you. 2 all I see. 3 And you see James Conlan, Legacy Liability. 4 Right? 5 Α Correct. 6 It's in the third -- it's a cc there. 7 Α Yes. No one at J&J set off fireworks, alarms, you 8 Q called the FBI, called the Ethics Committee and said 9 10 wait a minute, James Conlan is working on this matter. 11 Isn't that correct, no one said a word? As far as I know that's correct, although Mr. 12 Α 13 Conlan had suggested in addition to the two step 14 bankruptcy this was one of the menu of options that he 15 provided for us strategically while he was working for 16 us too. So for him to suggest that now, not in the context of working with plaintiffs, I imagine it wasn't 17 18 surprising. But again, I was not on these. So, it was okay, I know you keep on looking 19 20 at Mr. Haas, but with regard to this --21 Α Actually, I'm not looking at Mr. Haas. 22 looking at you and I'm looking at Mr. Birchfield. 23 Fair enough. With regard to the statement 24 here, all he's doing is reaching out saying we would

like to talk. J&J understands quite clearly he is no

longer at Faegre. Mr. Haas has already testified to that. He is now working for Legacy Liability. That's his -- that's his position. He has an email Legacy Liability. Did anyone at J&J, have you ever heard said oh my God, Jim Conlan is still involved in asbestos on behalf of Legacy Liability?

- A Are you talking about in August of 2021?
- Q I'm asking in August of 2021, did anybody ever say oh my God, he's still involved in asbestos?
- A I did not hear that.

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- Q I'm sorry, 2023. I apologize.
- 12 A Mr. Pollock again, I did not hear that in August
 13 of 2023.
 - O Excellent.
 - A As you can see I am not on these emails.
- 16 You're not. That's true. But you were, as Q 17 you pointed out earlier talking routinely with Erik 18 Haas. You were going to partner at Patterson Belknap with Mr. Conlan. You had worked with Mr. Conlan all 19 20 the time. You worked with him regularly and discussed 21 all kinds of issues. And yet, you're telling me on 22 August 21, Plenary Hearing 26; August 24; September 23 28th, all the way through to what is it, October 18, on 24 Plenary 2023, at no point did anyone ever say from J&J 25 Mr. Conlan it's outrageous that you have started your

own business to try and resolve disputes?

A I would say you would have to ask Mr. Conlan. But I can tell you in my role the first time I heard about Legacy being involved with talc to the best of my recollection was as I described in Las Vegas on October 17th, 2023.

Q All right. And you talked about earlier about the mediation documents that were going back and forth. There is -- is there any information -- do you have any facts, whatsoever, other than the fact that Mr. Conlan and Mr. Birchfield were communicating, do you have any information in your possession, custody or control to establish that they exchanged J&J's confidential information?

A Yes, as I testified earlier, Mr. Pollock, if you take a look at that privilege log it has descriptions of what the documents are. And the descriptions are negotiations about claims matrices and other things that were the exact subject of what Mr. Conlan and I worked on together while he was representing J&J. And as I told you, I can tell you as somebody who does this every day, there is no way to separate what you learn from a client and then suddenly have it magically disappear while you're advising somebody else on a plan that might work for Legacy. It's just not real.

Q So you're saying the facts between 2021 and 2024 completely stale, no additional plaintiffs, no additional change in the legal landscape, no changes whatsoever. It's the same discussion you were having in 2021 as you were having in 2024 regarding J&J's talc liability.

A I think you mean 2023 and Mr. Pollock, even though the filed claim numbers have increased, those claims already existed, they were just on file. It literally is the same thing we were doing back when Mr. Conlan was engaged, nothing has changed. He had insight to all of my strategy, all of Erik's strategy, all of Mr. White's strategy, Joe Braunreuther's strategy. But the J&J executive suite and everything we were thinking, and our strategy to deal with talc.

Q You mentioned when you were testifying on direct that there were multiple matrices, those are the words that you used. And am I correct that there were matrices that you and Mr. Conlan prepared apparently or discussed, that there were matrices that Andy prepared and discussed. There were matrices proposed by the Talc Claimants Committee. There were all kinds of matrices flying all around. Is that true?

A Well no, there weren't all kinds of them. There were three specifically that I remember. There was one

created by Mr. Birchfield. There was one created by myself and my partner, Kendra Lounsberry, and there was one created by the Imerys Tort Claimants Committee through their proposed trust distribution procedures. Those are the three that we were discussing at the time.

Q And those matrices changed over time as the numbers changed. Right?

A They don't change over time as the numbers change, they -- there were different concepts as to what categories should things be broken down into and what values, and what claims are we going to value or not value at all.

Q And you have -- in this matter, did you review the filing that was made to disqualify Mr.

Birchfield before it was filed? Did you review these documents?

A That I --

MR. BRODY: Your Honor, I'm sorry, but asking J&J's outside counsel whether he reviewed something and was involved in the work product that went into a brief, I think is one, protected by work product, and two, it's completely irrelevant to the issue that we're talking about here.

THE COURT: Well I think his response is if

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103 he reviewed it, yes or no. That's not work product. 1 2 MR. BRODY: That's fine, yes or no, I think 3 is fine. I agree with that, Your Honor. 4 BY MR. POLLOCK: 5 Q So, yes or no, did you review the filing 6 before it was made? 7 Unfortunately, Your Honor, I can't give a yes or I honestly can't remember. It's possible. I am 8 9 not sure. Excellent. The Legacy Liability portion 10 11 which is exhibit seven, has a matrix at the end. 12 Α Yes. 13 Wait until you're there, Mr. Haas -- Murdica. 14 Murdica. I'll get it right by the end of your 15 testimony. 16 Α No worries. By the end -- with regard to that chart --17 18 Α Yes. -- do you know if that was a J&J document? 19 20 Did J&J prepare this document? 21 Α Originally? 22 No, this document the one right here, the one Q 23 that's Plenary Hearing 67. That's the only one I care 24 about, was that one prepared by J&J?

I created a matrix in 2020 that looks identical to

this but for the values.

Q Okay. So the values matter. This document, with these values, at this number, am I correct this is not a J&J document? This document.

A I can't answer it better than I did. I -- to the best of my recollection I have seen this -- the column at the top, that's stage four, stage three with recurrence and the age groups. It's something I originally worked on with Mr. Birchfield, but we created a matrix just like this. This very well maybe what we were using back in 2020 that Mr. Conlan weighed in on.

Q So a Honda looks a lot like a Ford. They both have four wheels. They have doors. They have windows. They have an engine. They have everything. I want to know is this document a J&J, not some variation, I want to know if this document, the one that they're complaining about so bitterly, you heard Mr. Haas, I got it right this time, complain bitterly that that was a privileged and confidential super secret information. I want to know under oath sir, is that document the one specifically right in front of you, is that a J&J document?

A So, Mr. Pollock, I think what you heard is that

A So, Mr. Pollock, I think what you heard is that everything that Mr. Conlan learned about the way we

view a matrix like this for talc, is what's problematic that is being shared. I can't tell you for certain that this is our document. I know it's not our values. But what I would suggest, and I guess we'll get to hear from them, is I would ask Mr. Birchfield and Mr. Conlan how this document came together, because it is certainly has the same categories as the ones that we were negotiating back in 2020.

Q So, let's talk about that. During Imerys and during LTL, didn't all the charts pretty much have the same things, how are you, what kind of condition do you got, and what are the numbers we're starting to play with. Right? Isn't every -- you've done, I don't know, vaginal mesh, I don't know what else you've done, doesn't every matrix look the same thing. You look at age group, you look at what the exposure is, you look at the risk factor is, whether they can have children or not and you create a matrix. I don't think it's rocket science.

So, I'm trying to figure out what is unique about this chart that is so privileged to J&J?

A Well Mr. Pollock, first of all every tort is different. And so, I've never settled a tort with a matrix that looks like this before.

O Okay.

A And I've settled over 30. Okay. So, that's — that premise I can't agree with. What's concerning about this to me as resolution counsel, is that it was generated, if I had to guess from our document, or if not from negotiations between Mr. Conlan and Mr. Birchfield using a Birchfield document. I guess we'll find out when they testify. But the fact that our counsel who had all the information about the way we view this is then proposing this back to us, now sitting on the other side with our adversary, it certainly concerned me and I can understand why it concerned J&J.

Q Sitting on the other side with our adversary.

This is Jim Conlan's document. It is Legacy's document. Where does it say anywhere that Andy

Birchfield crafted this document? Show me. I want you to show me. This is important to me, sir.

A I hear you --

Q I want to know exactly where it says that Andy Birchfield had some role in this?

A I heard your testimony that it's Mr. Conlan's document. I haven't heard that under oath, if Mr. Conlan created this, then he created it from J&J's documents.

Q Crystal clear to be fair to you, Mr. Murdica,

this letter from Legacy Solutions of November 9, 2023 1 2 signed by Mr. Conlan, I guess it's a stamped signature 3 on Plenary 66 is Mr. Conlan's letter. No doubt about There's a chart attached. I have no idea who 4 5 created it. The question is do you? 6 Α Well, I don't. But I'm surprised you don't. And 7 I'm telling you this contains J&J's confidential thinking, there's no question in my mind. And the fact 8 9 that you don't know who created it as the counsel tells 10 me that you know where this really came from and it 11 came from us. I've been accused of worse things. 12 13 Through the confidential relationship with Mr. Α 14 Conlan. 15 Let me ask you this. With regard to the 16 confidential information, tell me everything in here 17 that is super, secret, confidential J&J information. Here it is, Plenary 67, what exactly in it is so 18 19 secret? 20 If you want me to go through the whole thing now 21 22 I want you to go through this document on Q 23 Plenary 67, what you just said this contains, J&J's confidential information. I didn't think this was a 24

J&J document, but if it is I would like to know what in

it was J&J's confidential information?

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Mr. Pollock this exhibit, I guess at this point Α only you probably know where it came from. But I can tell you that J&J had a version that is very similar to this that was shared with Mr. Conlan, and it was debated with Mr. Conlan, it was part of our privileged, highly confidential strategic discussions about talc resolution. The fact that for six months plaintiffs were negotiating or talking to Mr. Conlan, nobody disclosed it to us, it was allegedly part of a talc mediation that I was in charge of, that nobody ever told me or the mediators about, and then it gets proposed to us well, everybody knows because Mr. Haas announced it at an investor meeting that we were working on another plan, and this is contrary to it by the objectors is extremely concerning and it doesn't take a rocket scientist to see the problem with that.

Q So which number on here, there's \$1 million, \$822,000, there's death stage four, death stage three, which column, which words are J&Js, which did they create?

A I could tell you that if I went back and looked at our matrix. But I believe the first column of the age divisions, the under 45 all the way down to 80 plus and the different the top column, breaking the cancers down

into different stages and I'm guessing the interrelational values between the numbers in proportion,
even though the numbers aren't the same, the number
proportions may be the same as our internal thinking on
this.

Q Was the \$1 million in the top left-hand corner, was that a J&J number?

A What I'm telling you is no it wasn't, but proportionally to the other numbers in the other columns and they way they relate to each other percentage-wise it looks the same as what I created back in 2020 when I was working with Mr. Conlan and when we were internally trying to figure out the way we viewed this. And if I went back to the chart, if I went to my email now and I looked it up and I did some math calculations, this may include our proportions from our own sampling of plaintiff's claims and our own view of it.

- Q It may include a lot of things.
- 20 A That is extremely concerning.
 - Q Mr. Murdica, it may include a lot of things. I want to know for a fact what does it include. Under oath today, what information here, you've mentioned the first column that it has J&J's time -- age groups.

 Correct? Those are J&J's age groups?

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1	A I can't answer the question any better, Mr.						
2	Pollock. I am more concerned about this now than I was						
3	when I came up here.						
4	Q Wonderful. I'm trying to Mr. Murdica, I						
5	really want to know one thing. You've said it has						
6	J&J's confidential information. I want to know for the						
7	last time what precisely was confidential J&J						
8	information?						
9	MR. BRODY: Your Honor, this has been asked						
10	and answered, I think three times already now.						
11	MR. POLLOCK: I haven't gotten an answer yet,						
12	Judge.						
13	MR. BRODY: Mr. Murdica has stated that he's						
14	answered the question as best as he can.						
15	THE COURT: I heard an answer.						
16	MR. POLLOCK: Fair enough, I'll move on.						
17	Actually, Your Honor, I have no further questions,						
18	thank you.						
19	THE COURT: You're welcome.						
20	UNIDENTIFIED MALE: You're closing						
21	THE COURT: Excuse me, you're a spectator. I						
22	don't want anymore interruptions. You can have a seat.						
23	UNIDENTIFIED MALE: Can I pass him a note,						
24	Judge?						
25	THE COURT: You can pass notes. You have						

Murdica - Redirect 111 1 passed several notes. Thank you. Mr. Brody? 2 MR. BRODY: Thank you, Your Honor. 3 REDIRECT EXAMINATION BY MR. BRODY: 4 So, Mr. Murdica, I just want to ask you very 5 few questions here on redirect. You were asked a 6 number of questions about what's in your binder at tab 7 four, if you could turn to that? 8 Α Yes. 9 Q You there? 10 Α Yes. 11 And you were directed to the communications Q 12 that pre-dated October 18th, 2023. Do you recall those 13 questions? 14 I do. Α 15 And you were asked well, at that time, at the 16 time that these communications pre-dating October 18th, 2023 were going back and forth, well no one at J&J 17 18 called the Ethics Committee, was the question that you were asked. Right? 19 20 Α Right. 21 At that point in time, prior to October 18th, 22 2023 when these communications were being made, did you 23 know that Mr. Birchfield was involved in Mr. Conlan's 24 proposal?

25 A I had no idea.

Murdica - Redirect

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Do you know -- did anybody at J&J ever tell 1 Q 2 you that they knew at that point in time that Mr. 3 Birchfield was involved? 4 No, and I heard Mr. Haas's testimony that he had 5 no idea either. 6 All right. So, at that point in time would 7 there have been any reason for J&J to be concerned about Mr. Conlan sharing confidences with Mr. 8 Birchfield? 9 10 There would be no reason to think that that was 11 happening. 12 If you turn to the first page of that 13 document. 14 Α Yes. 15 You know, you were asked a series of 16 questions relatedly about the settlement matrix which 17 is appended to what we have as hearing exhibit seven. 18 Right? 19 Α Right. 20 If you look at the first page of the email 21 that's exhibit four, it says Andy Birchfield, Doug 22 Dachille and I are prepared to meet with you and your 23 team in person to share and discuss the terms of such 24 matrix as part of the Legacy acquisition. 25 Does that suggest to you that this settlement 0

Murdica - Redirect 113 matrix is something that had been discussed with Mr. 1 2 Birchfield? 3 Α It does. 4 As to the settlement matrix itself, excuse 5 me, the water is not helping here, turning to the 6 settlement matrix itself, when you were working with 7 Mr. Conlan when he was outside counsel for Johnson & Johnson, was he involved in privileged and confidential 8 9 discussions of the type of the types of talc claims 10 that might be considered as viable for settlement 11 purposes? Mr. Conlan was involved in all of the settlement 12 Α 13 discussions including an evaluation of Mr. Birchfield's 14 proposal which included all of these things. 15 And was he involved in privileged and 16 confidential discussion of what the company viewed as 17 the correct, appropriate categories of claims for 18 purposes of settlement? Like I said, he was involved in evaluation of 19 Α 20 every aspect of the plan. 21 And I don't want to limit it to a negotiated 22 settlement, but just the categories of claims then 23

should be part of a resolution, speaking more broadly, whatever that resolution was of the talc claims? Necessarily he had to be, because it was part of Α

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dealing with the future claims representative and evaluating the plan.

- Q Was he involved in privileged and confidential discussions of how the company thought values in a settlement matrix like this should translate into an overall resolution number?

 A Yes.
- Q And was he involved in privileged and confidential discussions of what the company believed the values of the different types of claims that appear on a matrix like this should be for purposes of settlement?
- A The settlement matrix originally proposed by Mr. Birchfield was part of the plan that Mr. Conlan and I were negotiating. So, all of it was included in that.
- Q And was he specifically involved in privileged and confidential discussions of how -- of what J&J believed different values should be for purposes of a resolution of the talc claims?

 A He was involved specifically in the amount of claimants we expected in the present and the future, and hence the way that translated into the values in that grid.
- Q All right. Was that -- was that information that you considered to be privileged and confidential?

A Of course.

Q Would you ever share the information that was discussed internally when talking about how the company thought values should translate into the aggregate amount, values on a settlement matrix should translate into the aggregate amount of a resolution, the categories of claims that should be part of a resolution, what types of claims should be deemed as viable claims for purposes of a resolution, and the values of individual types of claims for purposes of a resolution, all of that privileged and confidential analysis is that you would ever share with opposing counsel?

A No, all I would share with opposing counsel on those fronts is something final that we were willing to agree to that would be our proposal, not our internal deliberations and what we thought about things, of course.

Q Thank you, Mr. Murdica.

MR. BRODY: That's all I have.

THE COURT: Mr. Pollock?

MR. POLLOCK: Short redirect, Your Honor.

RECROSS EXAMINATION BY MR. POLLOCK:

Q You mentioned that you were resolution for J&J. Right?

A Yes, sir.

Q And in that capacity you had discussions that were confidential on settlement communications with Andy Birchfield. Right?

A I did.

Q And you would not disclose those confidential communications because you are going to honor the confidentiality provision. Correct?

A I was forced to disclose some of them in the bankruptcy because Mr. Birchfield and his colleagues own motions to force me to and to depose me. But no, up until then, I always kept every settlement confident -- conversation confidential.

Q Excellent. So, and I didn't even know about the other ones, so I'll let it go for now. I'm going to stick with the general rule that you would abide by the -- your word that you would keep settlement communications confidential. Right?

A Yes, sir.

Q Excellent. If that's true, why is it not possible for Mr. Conlan who is in the business capacity of trying to buy out liabilities to keep, partition himself and keep those things confidential when he works for Legacy Liability Solutions?

A Because when you learn client confidences and then

you go do something in the same tort, on the same matter, you can't partition in your mind everything that you learned.

- Q But you did that with Andy.
- A I didn't do that with Andy.
- Q You learned things that were confidential regarding settlement communications with him, and yet you said I'm going to keep this confidential, I'm not going to disclose it to anyone else. You could do that. Right?
- A I'm working on the same side -- I'm still in the same role that I was always in, working on the same side in the same tort. And unfortunately, as I pointed out, Mr. Pollock, Mr. Birchfield forced me to disclose confidential communications in this tort by noticing my deposition and having me deposed by eight different lawyers twice.
- Q With regard to the exhibit seven, if we would go back to that for one moment, Plenary Hearing 67, we're almost done with this one, I promise you. Let me know when you're ready, sir. It's exhibit seven, Plenary 67.
- 23 A Okay.

- Q Let me know when you're ready.
- 25 A I have it.

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Excellent. So, it's your testimony that this 1 Q 2 is not a document Mr. Conlan prepared. Correct? 3 MR. BRODY: Objection, Your Honor, that's 4 outside the scope of my redirect. 5 THE COURT: Mr. Pollock? 6 MR. POLLOCK: Your Honor, the questioning has been pretty broad all day. I've got three more 7 questions and I'm done. 8 9 THE COURT: Okay. I will permit you to ask 10 that question. It's not a different topic. 11 certainly not a topic that was addressed by Mr. Pollock, though. 12 13 MR. POLLOCK: Understood that completely. 14 THE COURT: Go ahead, Mr. Murdica. 15 MR. POLLOCK: You whacked me with the rule 16 book. BY MR. POLLOCK: 17 But let me ask you this, is it fair to say --18 are you saying that this is not a document Mr. Conlan 19 20 prepared? 21 I am not -- I am not saying that. You originally Α 22 seem to suggest that it was a document that Mr. Conlan Then you said you don't know who prepared 23 prepared. 24 it. And I'm suggesting that you should ask your client 25 who prepared it. But to me it looks like a J&J

settlement matrix that I created in 2020 internally.

O Okay. So it's J&J document, not a Mr. Conf

Q Okay. So it's J&J document, not a Mr. Conlan document?

A I can't tell you that for sure. The only way I could do it is to take this and compare it to what's in my email from the fall of 2020 and tell you. But, like I said, I'm more concerned about this now than I was before you started asking me about it, because now I have some real questions about whether or not this was our document.

Q Fair enough. Last question and I'll leave you be at this time. Are you -- I'm sorry. With regard -- there was a grid -- are you familiar with the LTL-2 filing?

A The LTL-2 initial filing with the support of the 60,000 claimants counsel.

Q Yes, sir. And there was a grid attached to that filing and it looked a lot like Plenary Exhibit 67. Didn't it?

A I couldn't tell you. Do you have it?

Q So, I don't have it in front of me. But you viewed it or no?

A I don't think -- I am not sure what you're referring to, and I can't remember. It was a year ago.

Q Let me put it differently, if Plenary exhibit

67 looks a lot like the grid that was attached in the LTL-2 filing, which is what I represent to you it does, any reason to believe this is a super-secret J&J filing because they just published it on the bankruptcy court docket?

A Sir, unless you show it to me I have no idea what you're talking about. I don't recall a grid and I can't compare it. It's kind of like I would like to be able to compare that exhibit now to -- to the grid we created internally to one Mr. Birchfield sent me as a proposal. There's a lot of things I would like to do with that now and I have no idea what you're talking about.

Q Fair enough, sir. Last question and I'll leave you be. Were you aware that it was the mediators in the LTL-2 -- LTL matter that requested that Mr. Conlan participate?

A Mr. Conlan never participated in the mediation to my knowledge. The first time I learned that Mr. Conlan was allegedly involved in the mediation was two weeks ago when we found out that they've been having communications since April of 2023. That was the first time. The mediators never told me that he was involved. I've since contacted the mediators. And my understanding is that they didn't know that this was

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going on. But maybe I'm wrong on that. I certainly 1 never knew. J&J never knew. And we never saw Mr. 2 3 Conlan at any mediation. 4 So you cannot answer the question whether the 5 mediators asked that Mr. Conlan participate in trying 6 to reach resolution. Is that correct? 7 MR. BRODY: Objection. 8 Α I suggest you ask them, I don't know. 9 MR. BRODY: Mr. Murdica just answered that 10 question. 11 THE COURT: Mr. Pollock, one more time. 12 Last question. Am I correct, you cannot Q 13 answer the question, sir, whether the mediators in LTL 14 asked that Mr. Conlan participate in the mediation 15 process? 16 That would be news to me. I suggest you ask the 17 mediators. 18 Fair enough sir. MR. POLLOCK: Your Honors, I thank you very 19 20 much. Mr. Murdica, I'll get it right by the end, I 21 thank you for your patience and time. 22 THE WITNESS: You did. Thank you. 23 THE COURT: Thank you, Mr. Murdica. You may 24 step down. I'm going to ask counsel meet and confer 25 and give us a few dates and share those dates with us.

And we'll -- Judge Singh and I will collaborate 1 2 together and we'll merge our calendars with what's 3 available for counsel. Everyone is excused. Mr. 4 Golomb, Ms. Sharko, I think we have just administrative 5 matter am I right, on our underlying non-motion 6 related. 7 MR. POLLOCK: Are you okay if I clear up 8 Judge while you do that? 9 THE COURT: Go right ahead. Is Mr. 10 Placitella also involved, Mr. Golomb? 11 MR. GOLOMB: I don't know. 12 MR. POLLOCK: I think he's the primary 13 culprit. 14 THE COURT: Same docket number, L-2648-15 MCL 15 case 300. May I have your appearance, Mr. Golomb? 16 MR. GOLOMB: Yeah, Richard Golomb for the 17 plaintiffs. MR. PLACITELLA: Christopher Placitella. 18 THE COURT: Ms. Sharko? 19 20 MS. SHARKO: Susan Sharko. 21 THE COURT: Yes. 22 MR. GOLOMB: It's just an administrative 23 matter, the third amended CMO-8 which is the scheduling 24 order for the 15 cases in the pool had a deadline of 25 March 22nd for the amended complaints that we filed.

Some of amended complaints were filed and there was a 1 2 deficiency notice on the docket saying that a motion 3 needs to be filed. 4 THE COURT: I don't need a motion. 5 MS. SHARKO: So, the third amended CMO-9 and 6 when Mr. Golomb brought this to my attention and asked 7 me if I was the person who (indiscernible) ECF I assured him that my colleague --8 9 THE COURT: It was probably automatic. 10 COURT CLERK: I have well-trained (indiscernible). 11 12 MR. GOLOMB: I figured that. That's why I 13 just wanted to bring to the Court's attention. 14 MS. SHARKO: So, what I told Mr. Golomb is 15 that those complaints that were timely filed, I 16 stipulate that they're timely filed. And I suggested 17 that an easy fix might be for him to prepare a consent 18 order which says that under third amended CMO-9 the following 15 cases are authorized to file amended 19 20 complaints. 21 THE COURT: I'm going to sign that order 22 stating that on the record. Send that consent order 23 and we'll address that right away. 24 MR. GOLOMB: Thank you, Your Honor. 25 THE COURT: You're welcome. Thanks. Thanks

MR. PLACITELLA: Thank you. MR. PLACITELLA: Thank you. MS. SHARKO: Thank you. (Hearing day concluded at 4:37 p.m.) (Hearing day concluded at 4:37 p.m.) 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24	Case	3:16-md-02738-N	IAS-RLS	Docume Page Co	ent 32153-2 eID: 182114 olloquy	Filed 05/08/24	Page 125 of 126
MS. SHARKO: Thank you. (Hearing day concluded at 4:37 p.m.) (Hearing day concluded at 4:37 p.m.)	1	everyone.	Have a	very 1	nice even:	ing.	
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CERTIFICATION

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18 19 20 /s/ Sharon Conover

Sharon Conover

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